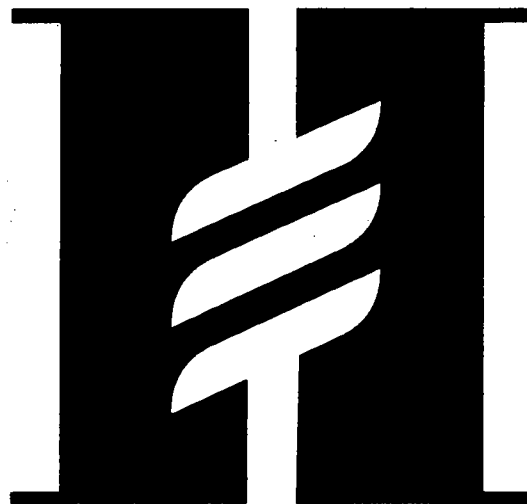


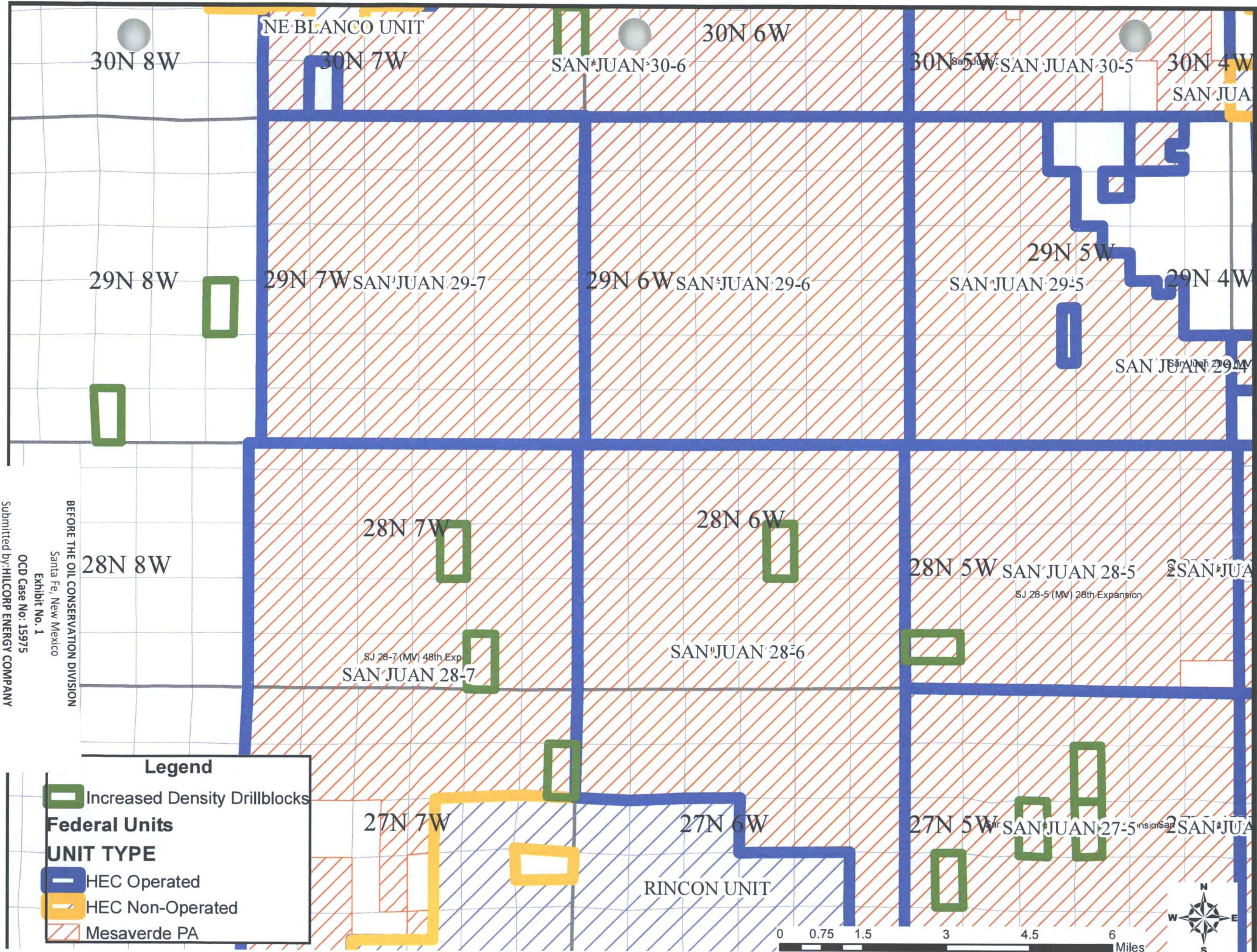
**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING FEBRUARY 8, 2018**

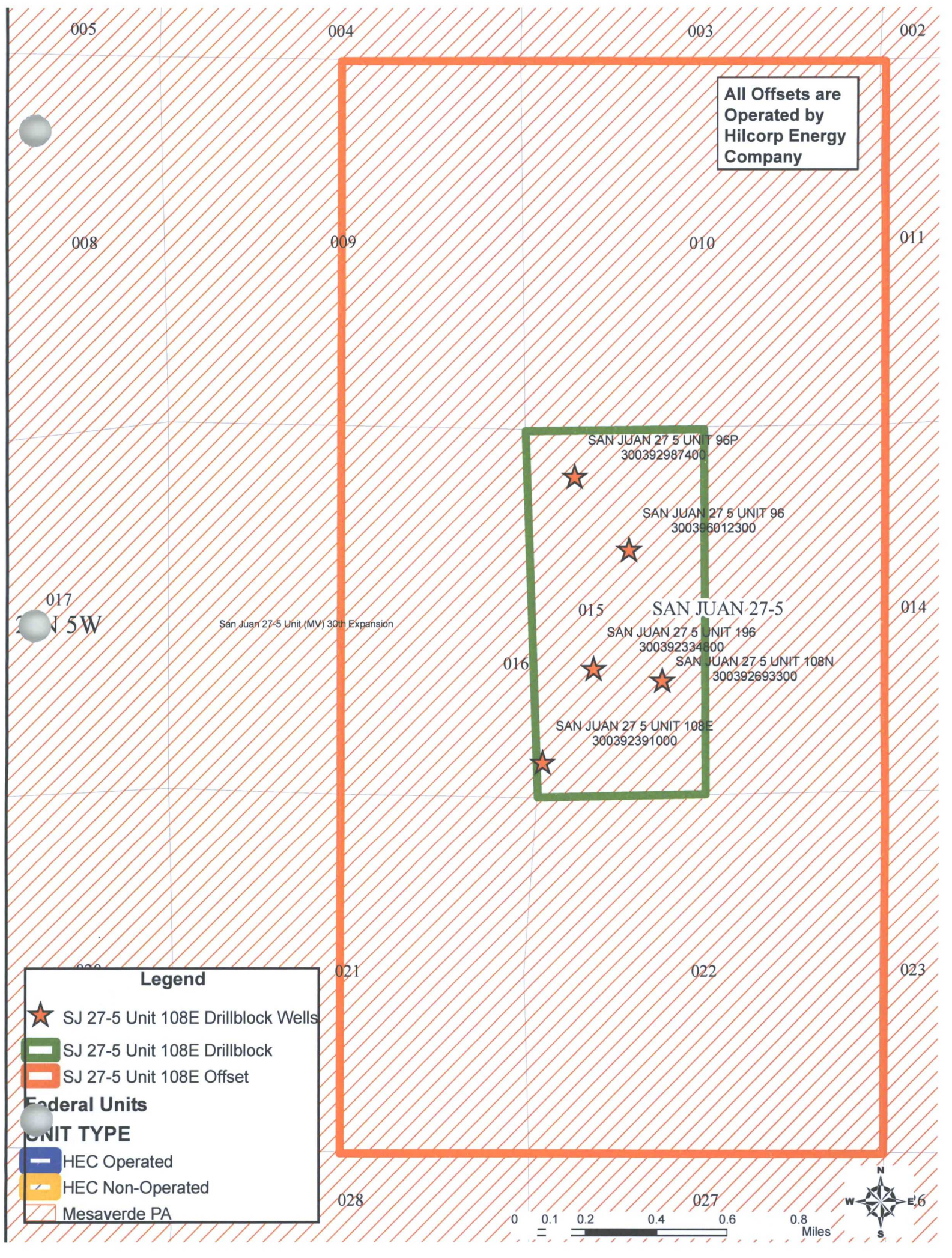
CASE No. 15975

SAN JUAN 27-5 UNIT 108E WELL

RIO ARRIBA COUNTY, NEW MEXICO







All Offsets are
Operated by
Hilcorp Energy
Company

San Juan 27-5 Unit (MV) 30th Expansion

SAN JUAN 27 5 UNIT 96P
300392987400

SAN JUAN 27 5 UNIT 96
300395012300

015 SAN JUAN 27-5

SAN JUAN 27 5 UNIT 196
300392334800

SAN JUAN 27 5 UNIT 108N
300392693300

SAN JUAN 27 5 UNIT 108E
300392391000

Legend

- ★ SJ 27-5 Unit 108E Drillblock Wells
- SJ 27-5 Unit 108E Drillblock
- SJ 27-5 Unit 108E Offset
- Federal Units**
- UNIT TYPE**
- HEC Operated
- HEC Non-Operated
- Mesaverde PA

0 0.1 0.2 0.4 0.6

0.8
Miles



| BA | Name | Address | City | State | Zip Code | Type | Date Delivered |
|---------|----------------------------------|--|--------------|-------|------------|------|----------------|
| 1066712 | BP AMERICA PRODUCTION COMPANY | PO BOX 848103 | DALLAS | TX | 75284-8103 | WIO | 1/24/2018 |
| 1144583 | CHAPPELL FAMILY TR UTA JUNE 4 98 | BUDDIE G CHAPPELL SURVIVING TTEE PO BOX 71579 | PHOENIX | AZ | 85050-1010 | WIO | 1/27/2018 |
| 1139591 | CHARLES W GAY | PO BOX 291445 | KERRVILLE | TX | 78029-1445 | WIO | 1/22/2018 |
| 1138927 | DUGAN PRODUCTION CORP | PO BOX 420 | FARMINGTON | NM | 87499 | WIO | 1/26/2018 |
| 1140851 | HARCO LIMITED PARTNERSHIP | PO BOX 3716 | ROSWELL | NM | 88202-3716 | WIO | 1/22/2018 |
| 1139406 | HARRINGTON ENERGY RESOURCES LP | A NM LP HARRINGTON SAN JUAN LLC GP PO BOX 219119 | KANSAS CITY | MO | 64131 | WIO | 1/22/2018 |
| 1139407 | HARRINGTON SOUTHWEST ENERGY LP | A NM LP HARRINGTON SAN JUAN LLC GP PO BOX 219119 | KANSAS CITY | MO | 64131 | WIO | 1/22/2018 |
| 1139496 | J&M RAYMOND LTD | RAYMOND & SONS I LLC GEN PARTNER PO BOX 291445 | KERRVILLE | TX | 78029-1445 | WIO | 1/22/2018 |
| 1075302 | JABCO LLP | PO BOX 840738 | DALLAS | TX | 75284-0738 | WIO | |
| 1144803 | LANGDON D HARRISON REVOC TRUST B | JACQUELINE M HARRISON SUCC TRUSTEE PO DRAWER 2188 | ROSWELL | NM | 88202 | WIO | 1/22/2018 |
| 1139481 | LORRAYN GAY HACKER | PO BOX 291445 | KERRVILLE | TX | 78029-1445 | WIO | 1/22/2018 |
| 1143832 | MAR OIL & GAS CORPORATION | PO BOX 5155 | SANTA FE | NM | 87502 | WIO | 1/31/2018 |
| 1143935 | NAVATEX ENERGY LP | PO DRAWER 2188 | ROSWELL | NM | 88202 | WIO | 1/23/2018 |
| 1138962 | OMIMEX PETROLEUM | 7950 JOHN T WHITE ROAD | FORT WORTH | TX | 76120 | WIO | 1/22/2018 |
| 1038024 | PROVIDENCE MINERALS LLC | 16400 NORTH DALLAS PKWY STE 400 | DALLAS | TX | 75248 | WIO | 1/23/2018 |
| 1146870 | RIO ARIBAGAS LTD | 4925 GREENVILLE AVE STE 900 | DALLAS | TX | 75206 | WIO | 1/23/2018 |
| 1146871 | RIO ARRIBA LIMITED PARTNERSHIP | 3270 N COLORADO ST SUITE 101 | CHANDLER | AZ | 85225-1165 | WIO | 1/23/2018 |
| 1034107 | ROY G & OPAL BARTON SR REV TR | ROY G BARTON JR TRUSTEE 1919 NORTH TURNER | HOBBS | NM | 88240-2712 | WIO | 1/22/2018 |
| 1139563 | RUTH ZIMMERMAN TRUST | XAN WILLIAMS TRUSTEE 1513 HERITAGE PL | MCPHERSON | KS | 67460 | WIO | 1/24/2018 |
| 1139405 | T H MCELVAIN OIL & GAS LLLP | 1050 17TH ST SUITE 2500 | DENVER | CO | 80265-2080 | WIO | 1/25/2018 |
| 1139415 | TAMACAM LLC | JAMES M RAYMOND AFENT & AIF PO BOX 291445 | KERRVILLE | TX | 78029-1445 | WIO | 1/22/2018 |
| 1141462 | TEMPE LIMITED PARTNERSHIP | 101 EAST WESTFIELD BLVD | INDIANAPOLIS | IN | 46220 | WIO | 1/22/2018 |
| 1142896 | THOMAS P TINNIN | 2303 CANDELARIA RD NW | ALBUQUERQUE | NM | 87107 | WIO | 1/26/2018 |
| 1146978 | TIERRA POBRE LLC | PO BOX 1847 | CORRALES | NM | 87048 | WIO | |
| 1142895 | TINMIL A NM LLC | 500 MARQUETTE NW STE 1300 | ALBUQUERQUE | NM | 87102 | WIO | 1/25/2018 |

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. 2

OCD Case No: 15975

Submitted by: HILCORP ENERGY COMPANY

Hearing Date: February 8, 2018

QUICK PRINT

SELECTION
& PRINTINGPRINT USPS
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| Contact: | | Company: | |
| Address: | | Address 2: | |
| City: | | State: | |
| Zip: | | AddresseeCode: | |
| AddresseeCode2: | | FileNumber: | |
| Certified Number: | | Sender Contact: | Brenda Guzman <input type="button" value="v"/> |
| Delivery Result: | All Records - Mailed <input checked="" type="button" value="v"/> | Sender Contact (Text): | |
| View Archives | | Retrieve Certified Mail Article History | |

| Certified Number | Sender | Recipient | Date Mailed | Delivery Status |
|---|---------------|---|-------------|--|
| 92148969009997901754163864 Request Signature via Email | Brenda Guzman | , ACTON ENERGY LP, 508 W WALL ST #500, MIDLAND, TX, 79701 | 1/19/2018 | Delivered, Front Desk/Reception January 22, 2018 Signature Pending |
| 92148969009997901754163871 | Brenda Guzman | , BOFB LTD, 2104 WINTER SUNDAY WAY, ARLINGTON, TX, 76012 | 1/19/2018 | Reminder to Schedule Redelivery of your item Signature Pending |
| 92148969009997901754163888 Request Signature via Email | Brenda Guzman | , BOLIN RESOURCES LP, 2525 KELL BLVD SUITE 510, WICHITA FALLS, TX, 76308 | 1/19/2018 | Delivered, Front Desk/Reception January 23, 2018 Signature Pending |
| 92148969009997901754163895 | Brenda Guzman | , BP AMERICA PRODUCTION COMPANY ATTN: CRAIG FERGUSON, 737 N ELDRIDGE PARKWAY, HOUSTON, TX, 77079 | 1/19/2018 | In Transit to Destination January 23, 2018 Signature Pending |
| 92148969009997901754163901 Request Signature via Email | Brenda Guzman | , C W BOLIN PROPERTIES LTD, 4331 GLENWOOD AVE, DALLAS, TX, 75205-4320 | 1/19/2018 | Delivered, Left with Individual January 25, 2018 Signature Pending |
| 92148969009997901754163918 Request Signature via Email | Brenda Guzman | , CAROLEE SIMMONS SMITH, 6704 ASHBROOK DR, FORT WORTH, TX, 76132-1140 | 1/19/2018 | Delivered, Left with Individual January 24, 2018 Signature Pending |
| 92148969009997901754163925 Request Signature via Email | Brenda Guzman | , CAROLYN BEAMON TILLEY, 5225 PRESTON HAVEN, DALLAS, TX, 75229 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754163932 Request Signature via Email | Brenda Guzman | , CB LIFELINE PARTNERSHIP ATTN: CAROLYN BEAMON TILLEY, 5225 PRESTON HAVEN DR, DALLAS, TX, 75229 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754163949 Request Signature via Email | Brenda Guzman | , CHAPPELL FAMILY TR UTA JUNE 4 98, BUDDIE G CHAPPELL SURVIVING TTEE PO BOX 71579, PHOENIX, AZ, 85050-1010 | 1/19/2018 | Delivered January 27, 2018 Signature Pending |
| 92148969009997901754163956 Request Signature via Email | Brenda Guzman | , CHARLES W GAY, 163 LEHMAN DR, KERRVILLE, TX, 78028 | 1/19/2018 | Delivered, Left with Individual January 25, 2018 Signature Pending |
| 92148969009997901754163963 Request Signature via Email | Brenda Guzman | , CLAUDIA MARCIA LUNDELL GILMER, 1102 S AUSTIN AVE, GEORGETOWN, TX, 78628 | 1/19/2018 | Delivered, Left with Individual January 29, 2018 Signature Pending |
| 92148969009997901754163970 Request Signature via Email | Brenda Guzman | , CROSS TIMBERS ENERGY LLC, 400 W 7TH STREET, FT WORTH, TX, 76102 | 1/19/2018 | Delivered, To Mail Room January 22, 2018 Signature Pending |
| 92148969009997901754163987 Request Signature via Email | Brenda Guzman | , D J SIMMONS CO LTD PARTNERSHIP, PO BOX 1469, FARMINGTON, NM, 87499 | 1/19/2018 | Delivered January 25, 2018 Signature Pending |
| 92148969009997901754163994 Request Signature via Email | Brenda Guzman | , DAVID PIERCE and MAXINE PIERCE REV TR, DAVID PIERCE and MAXINE PIERCE TTEES PO BOX 4140, FARMINGTON, NM, 87499-4140 | 1/19/2018 | Delivered, Individual Picked Up at Postal Facility January 24, 2018 Signature Pending |

| | | | | |
|---|--------------------------|--|----------------------|---|
| 92148969009997901754164007 Request Signature via Email | Brenda Guzman | , DIRK VANHORN REEMTSMA, 556 CRESTWOOD DR, OCEANSIDE, CA, 92058 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164014 Request Signature via Email | Brenda Guzman | , DUGAN PRODUCTION CORP, PO BOX 420, FARMINGTON, NM, 87499 | 1/19/2018 | Delivered January 26, 2018 Signature Pending |
| 92148969009997901754164021 | Brenda Guzman | , EMIL MOSBACHER III, PO BOX 201678, HOUSTON, TX, 77216-1678 | 1/19/2018 | In Transit to Destination February 1, 2018 Signature Pending |
| 92148969009997901754164038 Request Signature via Email | Brenda Guzman | , ENDURING RESOURCES IV LLC, 511 16TH STREET, SUITE 700, DENVER, CO, 80202 | 1/19/2018 | Delivered, Front Desk/Reception January 25, 2018 Signature Pending |
| 92148969009997901754164045 Request Signature via Email | Brenda Guzman | , HARCO LIMITED PARTNERSHIP, PO BOX 3716, ROSWELL, NM, 88202-3716 | 1/19/2018 | Delivered January 22, 2018 Signature Pending |
| 92148969009997901754164052 Request Signature via Email | Brenda Guzman | , HARRINGTON ENERGY RESOURCES LP, A NM LP HARRINGTON SAN JUAN LLC GP PO BOX 219119, KANSAS CITY, MO, 64131 | 1/19/2018 | Delivered January 22, 2018 Signature Pending |
| 92148969009997901754164069 Request Signature via Email | Brenda Guzman | , HARRINGTON SOUTHWEST ENERGY LP, A NM LP HARRINGTON SAN JUAN LLC GP PO BOX 219119, KANSAS CITY, MO, 64131 | 1/19/2018 | Delivered January 22, 2018 Signature Pending |
| 92148969009997901754164076 Request Signature via Email | Brenda Guzman | , HENRY G ROBELDO, 6797 CAMINO ROJO, SANTA FE, NM, 87507 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164083 Request Signature via Email | Brenda Guzman | , HOLLY BISHOP, 4008 INWOOD ROAD, FORT WORTH, TX, 76109 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164090 Request Signature via Email | Brenda Guzman | , JandM RAYMOND LTD, RAYMOND and SONS I LLC GEN PARTNER 163 LEHMAN DR, KERRVILLE, TX, 78028 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164106 | Brenda Guzman | , JABCO LLP, PO BOX 840738, DALLAS, TX, 75284-0738 | 1/19/2018 | In Transit to Destination January 23, 2018 Signature Pending |
| 92148969009997901754164113 Request Signature via Email | Brenda Guzman | , JAMES R BEAMON, 2603 AUGUSTA STE 1050, HOUSTON, TX, 77057-5640 | 1/19/2018 | Delivered, Front Desk/Reception January 23, 2018 Signature Pending |
| 92148969009997901754164120 Request Signature via Email | Brenda Guzman | , JANE M ESTATE LLC, 712 MAIN STREET STE 2200, HOUSTON, TX, 77002 | 1/19/2018 | Delivered, To Agent January 22, 2018 Signature Pending |
| 92148969009997901754164137 Request Signature via Email | Brenda Guzman | , JUNE SIMMONS LIVELY, 3529 BELLAIRE DR N, FORT WORTH, TX, 76109-2110 | 1/19/2018 | Delivered, Left with Individual January 24, 2018 Signature Pending |
| 92148969009997901754164144 | Brenda Guzman | , LANCE REEMTSMA, 260 GRANT ST, BERKELEY, CA, 94703 | 1/19/2018 | Reminder to Schedule Redelivery of your item Signature Pending |
| 92148969009997901754164151 Request Signature via Email | Brenda Guzman | , LANGDON D HARRISON REVOC TRUST B, JACQUELINE M HARRISON SUCC TRUSTEE PO DRAWER 2188, ROSWELL, NM, 88202 | 1/19/2018 | Delivered January 22, 2018 Signature Pending |
| 92148969009997901754164168 Request Signature via Email | Brenda Guzman | , LINDA JEANNE LUNDELL LINDSEY, PO BOX 631565, NACOGDOCHES, TX, 75963 | 1/19/2018 | Delivered January 29, 2018 Signature Pending |
| 92148969009997901754164175 Request Signature via Email | Brenda Guzman | , LORRAYN GAY HACKER, 163 LEHMAN DR, KERRVILLE, TX, 78028 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164182 Request Signature via Email | Brenda Guzman | , MAR OIL and GAS CORPORATION, PO BOX 5155, SANTA FE, NM, 87502 | 1/19/2018 | Delivered January 31, 2018 Signature Pending |
| 92148969009997901754164199 Request Signature via Email | Brenda Guzman | , MOSBACHER USA, 712 MAIN STREET SUITE 2200, HOUSTON, TX, 77002 | 1/19/2018 | Delivered, To Agent January 22, 2018 Signature Pending |
| 92148969009997901754164205 Request Signature via Email | Brenda Guzman | , NAVATEX ENERGY LP, PO DRAWER 2188, ROSWELL, NM, 88202 | 1/19/2018 | Delivered January 23, 2018 Signature Pending |
| 92148969009997901754164212 Request Signature via Email | Brenda Guzman | , OMIMEX PETROLEUM, 7950 JOHN T WHITE ROAD, FORT WORTH, TX, 76120 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164229 Request Signature via Email | Brenda Guzman | , PROVIDENCE MINERALS LLC, 16400 NORTH DALLAS PKWY STE 400, DALLAS, TX, 75248 | 1/19/2018 | Delivered, Left with Individual January 23, 2018 Signature Pending |
| 92148969009997901754164236 Request Signature via Email | Brenda Guzman | , R L BOLIN PROPERTIES LTD, 4245 KEMP BLVD #316, WICHITA FALLS, TX, 76308 | 1/19/2018 | Delivered, Front Desk/Reception January 23, 2018 Signature Pending |
| 92148969009997901754164243 Request Signature via Email | Brenda Guzman | , RIO ARIBAGAS LTD, 4925 GREENVILLE AVE STE 900, DALLAS, TX, 75206 | 1/19/2018 | Delivered, Front Desk/Reception January 23, 2018 Signature Pending |
| | Brenda Guzman | | 1/19/2018 | Delivered, Front Desk/Reception |

| | | | | |
|---|---------------|---|-----------|--|
| 92148969009997901754164250 Request Signature via Email | | , RIO ARRIBA LIMITED PARTNERSHIP, 3270 N COLORADO ST SUITE 101, CHANDLER, AZ, 85225-1165 | | January 23, 2018 Signature Pending |
| 92148969009997901754164267 Request Signature via Email | Brenda Guzman | , ROBERT E BEAMON III, 2603 AUGUSTA DR STE 1050, HOUSTON, TX, 77057-5797 | 1/19/2018 | Delivered, Front Desk/Reception January 23, 2018 Signature Pending |
| 92148969009997901754164274 Request Signature via Email | Brenda Guzman | , ROBERT E GALL ESTATE, ROBERT L GALL and MARYELLEN TASCH CO-EXEC 100 MELROSE AVE STE 205, GREENWICH, CT, 06830 | 1/19/2018 | Delivered, Left with Individual January 23, 2018 Signature Pending |
| 92148969009997901754164281 Request Signature via Email | Brenda Guzman | , ROBERT MORRISON ESTATE, 4091 JAY COX RD, AVON, OH, 44011 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164298 Request Signature via Email | Brenda Guzman | , ROBERT UMBACH CANCER FOUNDATION, ZIA DATA SEARCH CORP AGENT PO BOX 2188, ROSWELL, NM, 88202-2188 | 1/19/2018 | Delivered January 22, 2018 Signature Pending |
| 92148969009997901754164304 Request Signature via Email | Brenda Guzman | , ROBERT WALTER LUNDELL, 2450 FONDREN STE 304, HOUSTON, TX, 77063-2318 | 1/19/2018 | Delivered, To Mail Room January 22, 2018 Signature Pending |
| 92148969009997901754164311 Request Signature via Email | Brenda Guzman | , ROY G and OPAL BARTON SR REV TR, ROY G BARTON JR TRUSTEE 1919 NORTH TURNER, HOBBS, NM, 88240-2712 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164328 Request Signature via Email | Brenda Guzman | , RUTH ZIMMERMAN TRUST, XAN WILLIAMS TRUSTEE 1513 HERITAGE PL, MCPHERSON, KS, 67460 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164335 | Brenda Guzman | , SHARON BEAMON BURNS, 122 ESTRADA REDONDA, SANTA FE, NM, 87506-7933 | 1/19/2018 | In Transit to Destination January 24, 2018 Signature Pending |
| 92148969009997901754164342 Request Signature via Email | Brenda Guzman | , SUSAN BEAMON PORTER, 319 KNIPP FOREST, HOUSTON, TX, 77024-5030 | 1/19/2018 | Delivered, Left with Individual January 23, 2018 Signature Pending |
| 92148969009997901754164359 Request Signature via Email | Brenda Guzman | , T H MCELVAIN OIL and GAS LLLP, 1050 17TH ST SUITE 2500, DENVER, CO, 80265-2080 | 1/19/2018 | Delivered, Left with Individual January 25, 2018 Signature Pending |
| 92148969009997901754164366 Request Signature via Email | Brenda Guzman | , TAMACAM LLC, JAMES M RAYMOND AFENT and AIF 163 LEHMAN DR, KERRVILLE, TX, 78208 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164373 Request Signature via Email | Brenda Guzman | , TEMPE LIMITED PARTNERSHIP, 101 EAST WESTFIELD BLVD, INDIANAPOLIS, IN, 46220 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164380 Request Signature via Email | Brenda Guzman | , THOMAS P TINNIN, 2303 CANDELARIA RD NW, ALBUQUERQUE, NM, 87107 | 1/19/2018 | Delivered January 26, 2018 Signature Pending |
| 92148969009997901754164397 | Brenda Guzman | , TIERRA POBRE LLC, PO BOX 1847, CORRALES, NM, 87048 | 1/19/2018 | Reminder to Schedule Redelivery of your item Signature Pending |
| 92148969009997901754164403 Request Signature via Email | Brenda Guzman | , TINMIL A NM LLC, 1331 PARK AVE. SW UNIT 1403, ALBUQUERQUE, NM, 87102 | 1/19/2018 | Delivered, Left with Individual January 25, 2018 Signature Pending |
| 92148969009997901754164410 Request Signature via Email | Brenda Guzman | , W G PEAVY OIL COMPANY, 221 WOODCREST DR, RICHARDSON, TX, 75080-2038 | 1/19/2018 | Delivered, Left with Individual January 22, 2018 Signature Pending |
| 92148969009997901754164427 Request Signature via Email | Brenda Guzman | , WPC OIL and GAS LP, 4040 NORTH CENTRAL EXPWY SUITE 750 LB #6, DALLAS, TX, 75204 | 1/19/2018 | Delivered, To Mail Room January 22, 2018 Signature Pending |



February 2, 2018

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| | | Weight: | 0.5 lbs/0.2 kg |

Recipient:
MAR OIL AND GAS CORPORATION
211 BISBEE CT
STE H
SANTA FE, NM 87508 US

Reference

Shipper:
Brenda Guzman
Hilcorp Energy Company
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8th floor
Houston, TX 77002 US
020818 NMOCD Hearing

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January 19, 2018

VIA CERTIFIED MAIL - CERTIFIED RECEIPT REQUESTED

TO: ALL WORKING INTEREST OWNERS

Re: Applications of Hilcorp Energy Company for an Exception to the Well Density Requirements of the Special Rules and Regulations of the Blanco-Mesaverde Gas Pool, Rio Arriba County, New Mexico.

Ladies & Gentlemen:

This letter is to advise you that Hilcorp Energy Company has filed the enclosed application(s) with the New Mexico Oil Conservation Division. This application will be set for hearing before a Division Examiner at 8:15 a.m. on February 8, 2018. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. You are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

Parties appearing in cases are required by Division Rule 19.15.4.13.B to file a Pre-hearing Statement four business days in advance of a scheduled hearing. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: the names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter please contact Wyn McCubbin by phone at (713) 757-7125, by email at wmccubbin@hilcorp.com or Brad Pearson at (713) 289-2793, by email at bpearson@hilcorp.com.

Sincerely,

A handwritten signature in cursive script that reads 'Wyn McCubbin'.

Wyn McCubbin, CPL
Senior Landman – San Juan Basin Asset Team

**STATE OF NEW MEXICO
DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES
OIL CONSERVATION DIVISION**

**APPLICATION OF HILCORP ENERGY
COMPANY FOR AN EXCEPTION TO THE
WELL DENSITY REQUIREMENTS OF THE
SPECIAL RULES AND REGULATIONS FOR
THE BLANCO-MESAVERDE GAS POOL,
RIO ARriba COUNTY, NEW MEXICO.**

CASE NO. 15975

APPLICATION

Hilcorp Energy Company, ("Hilcorp") (OGRID No. 372171), through its undersigned counsel, hereby files this application with the Oil Conservation Division for an order for an exception to the well density requirements of the Blanco-Mesaverde Gas Pool (72319), Rio Arriba County, New Mexico. Specifically, Hilcorp seeks an exception to the well density requirements of Rule I.B of the Special Rules and Regulations of the Blanco-Mesaverde Gas Pool to permit it to complete and simultaneously produce five Mesaverde gas well in the same 320-acre spacing and proration unit, and three wells in the same quarter section. In support of this application, Hilcorp states:

1. Hilcorp is the operator of a standard 320-acre, more or less, spacing and proration unit in the Blanco-Mesaverde Gas Pool comprised of the W/2 of Section 15, Township 27 North, Range 5 West, Rio Arriba County, New Mexico, in which the following four wells are currently completed and producing:

- a. San Juan 27-5 Unit 108N Well (API No. 30-039-26933), Sec. 15, T27N, R5W (Unit K);

Affidavit of Publication

**STATE OF
NEW MEXICO
ENERGY, MINERALS
AND NATURAL
RESOURCES
DEPARTMENT
OIL CONSERVATION
DIVISION
SANTA FE,
NEW MEXICO**

The State of New Mexico through its Oil Conservation Division hereby gives notice pursuant to law and the Rules and Regulations of the Division of the following public hearing to be held at 8:15 A.M. on **February 8, 2018**, in the Oil Conservation Division Hearing Room at 1220 South St. Francis, Santa Fe, New Mexico, before an examiner duly appoint for the hearing. If you are an individual with a disability who is in need of a reader, amplifier, qualified sign language interpreter, or any other form of auxiliary aid or service to attend or participate in the hearing, please contact: Florene Davidson at 505-476-3458 or through the New Mexico Relay Network, 1-800-659-1779 by **January 29, 2018**. Public documents, including the agenda and minutes, can be provided in various accessible forms. Please contact Florene Davidson if a summary or other type of accessible form is needed.

**STATE OF
NEW MEXICO TO:**

All named parties and persons having any right, title, interest or claim in the following cases and notice to the public.

(NOTE: All land descriptions herein refer to the New Mexico Principal Meridian whether or not so stated.)

TO: ALL OFFSET OWNERS AND POOLED PARTIES, INCLUDING: BP AMERICA PRODUCTION COMPANY; CHAPPELL FAMILY TR UTA JUNE 4 98; CHARLES W. GAY, HIS HEIRS AND DEVISEES; DUGAN PRODUCTION CORP; HARCO LIMITED PARTNERSHIP; HARRINGTON ENERGY RESOURCES LP; HARRINGTON SOUTHWEST ENERGY LP; J&M RAYMOND LTD; JABCO LLP; LANGDON D HARRISON REVOC TRUST B; LORRAYN GAY HACKER, HER HEIRS AND DEVISEES; MAR OIL & GAS CORPORATION; NAVATEX ENERGY LP; OMIMEX PETROLEUM; PROVIDENCE MINERALS LLC; RIO ARIBAGAS LTD; RIO ARriba LIMITED PARTNERSHIP; ROY G & OPAL BARTON SR REV TR; RUTH ZIMMERMAN TRUST; T H MCELVAIN OIL & GAS LLLP; TAMACAM LLC; TEMPE LIMITED PARTNERSHIP; THOMAS P. TINNIN, HIS HEIRS AND DEVISEES; TIERRA POBRE LLC; TINMIL A NM LLC.

Case No. 15975: Application of Hilcorp Energy Company for an Exception to the Well Density Requirements of the Special Rules and Regulations of the Blanco-Mesaverde Gas Pool, Rio Arriba County, New Mexico. Applicant in the above-styled cause seeks an order for an exception to the well density re-

quirements of Rule 1.B of the Special Rules and Regulations for the Blanco-Mesaverde Gas Pool (72319), Rio Arriba County, New Mexico, to permit it to complete and simultaneously produce five Mesaverde gas wells in the same standard spacing and proration unit, and three wells in the same quarter section. Hilcorp further seeks approval for the proposed location of the **San Juan 27-5 Unit 108E Well** (API No. 30-039-23910) in the Mesaverde formation with a surface location in W/2 of Section 15, Township 27 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, and authorization to simultaneously complete and produce the **San Juan 27-5 Unit 108E Well** from the Blanco-Mesaverde Gas Pool. Said area is located approximately 25 miles east of Bloomfield, NM. (Published January 25, 2018)

total \$108.60

Tax \$9.71

Total \$118.31

o Grande SUN

8

2

State of New Mexico
County of Rio Arriba

I, Robert Trapp, being first duly sworn, declare and say I am the publisher of the Rio Grande SUN, a weekly newspaper published in the English language and having a general circulation in the County of Rio Arriba, State of New Mexico, and being a newspaper duly qualified to publish legal notices and advertisements under the provisions of Chapter 167 of the Session Laws of 1937. The publication, a copy of which is hereto attached, was published in said paper once each week for

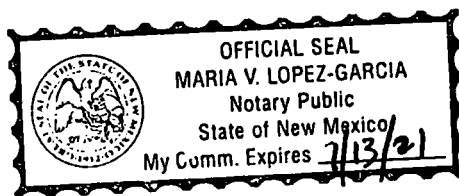
1 consecutive weeks and on the same day of each week in the regular issue of the paper during the time of publication and the notice was published in the newspaper proper, and not in any supplement. The first publication being on the 25 day of January, 2018 and the last publication on the 25 day of January, 2018 payment for said advertisement has been duly made, or assessed as court costs. The undersigned has personal knowledge of the matters and things set forth in this affidavit.

Robert Trapp

Publisher

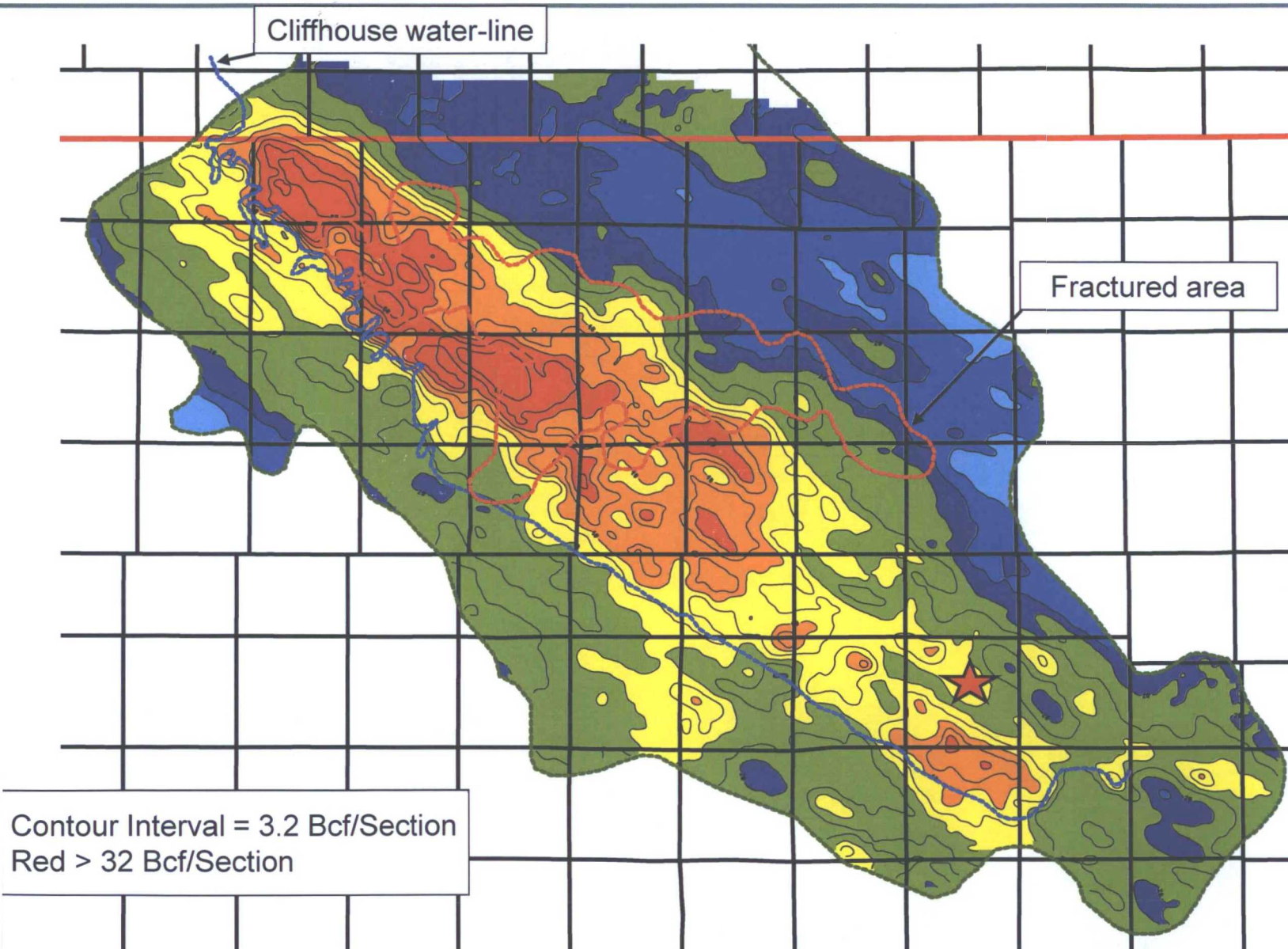
Subscribed and sworn to before me this 25 day of Jan A.D. 2018

Maria V Lopez-Garcia
Maria V. Lopez-Garcia Notary Public
My commission expires 13 July 2021



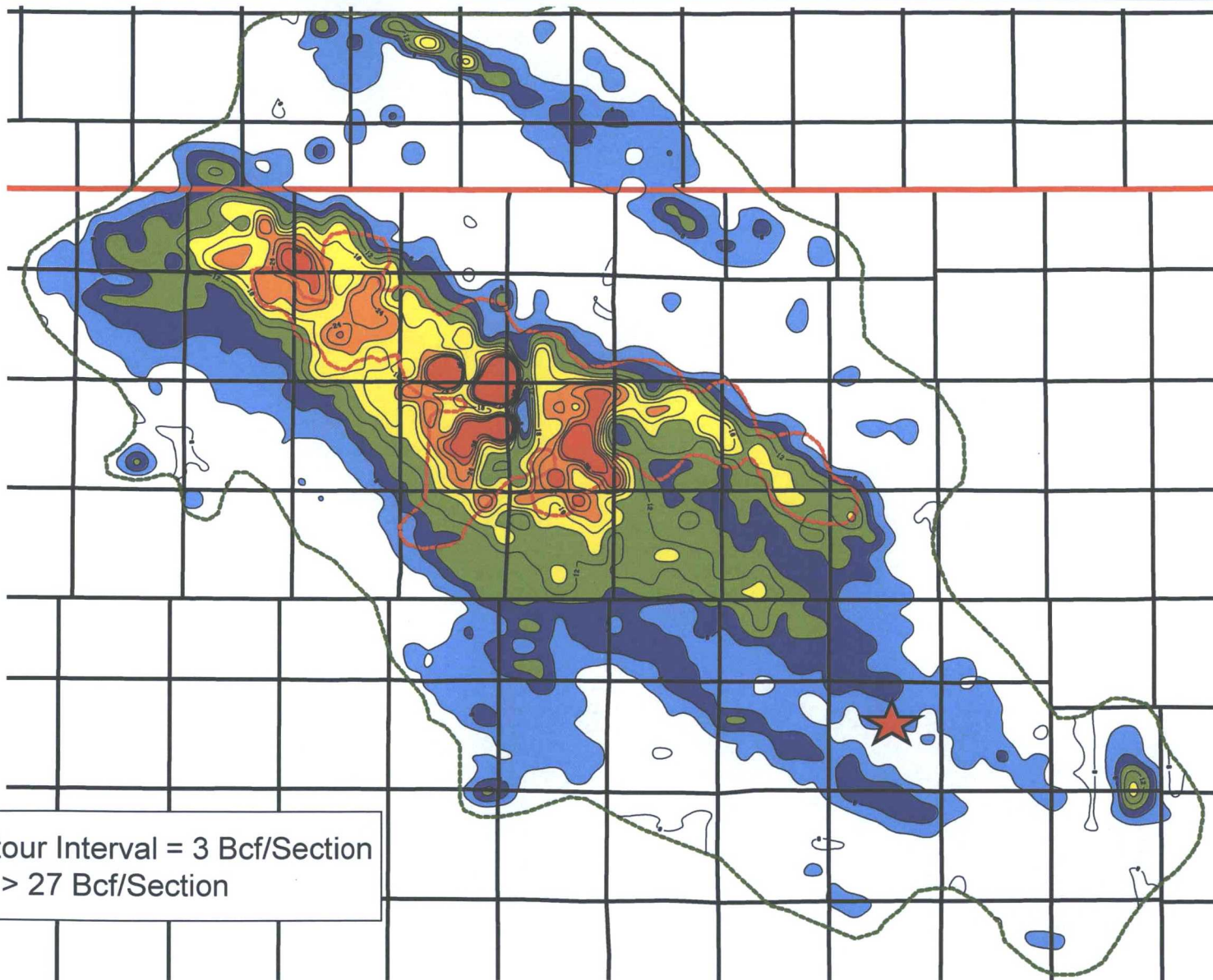


MV Original Gas-in-Place



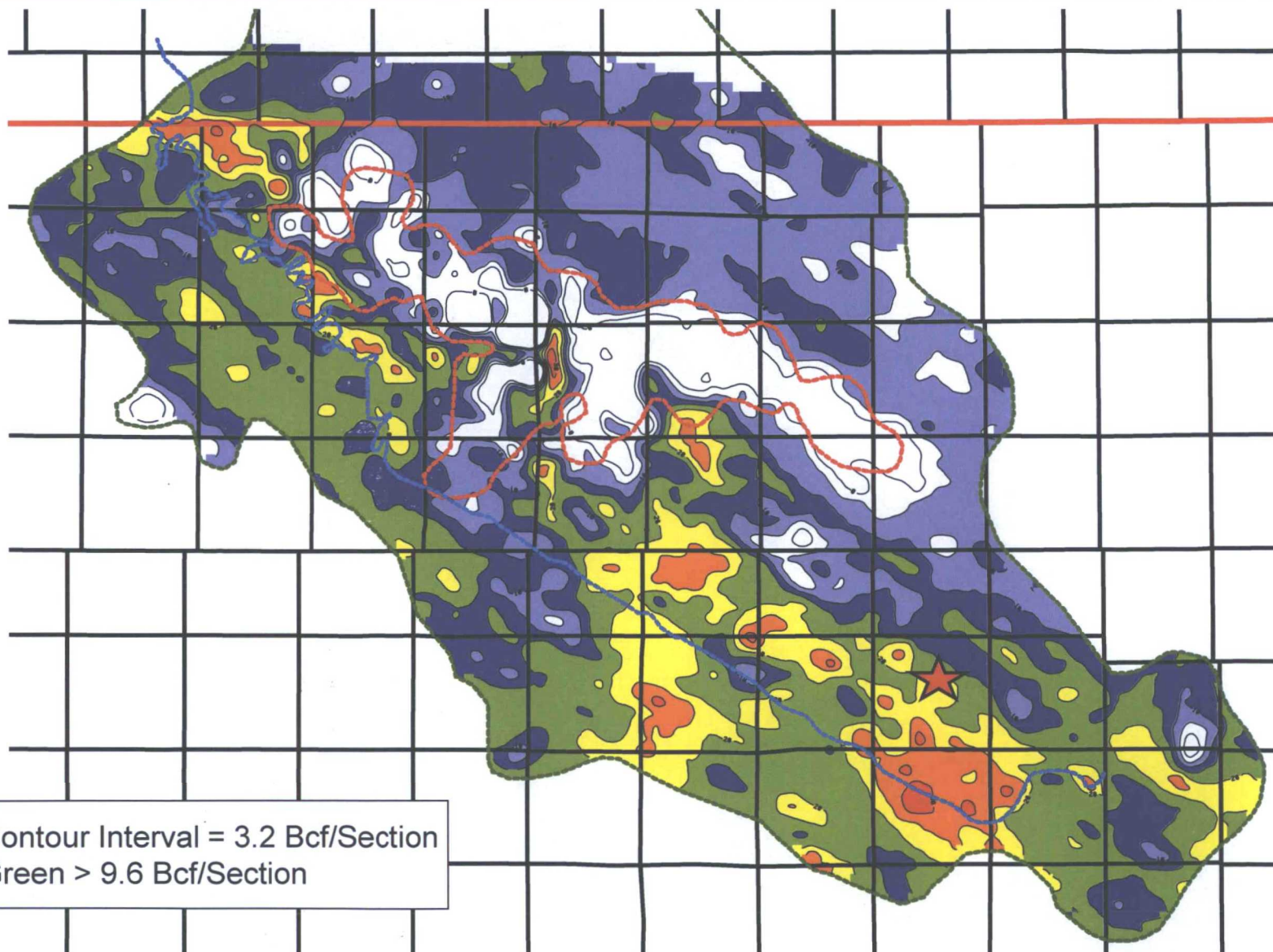


MV Cumulative Gas Production





MV Remaining Gas



Contour Interval = 3.2 Bcf/Section
Green > 9.6 Bcf/Section

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Exhibit No. 6

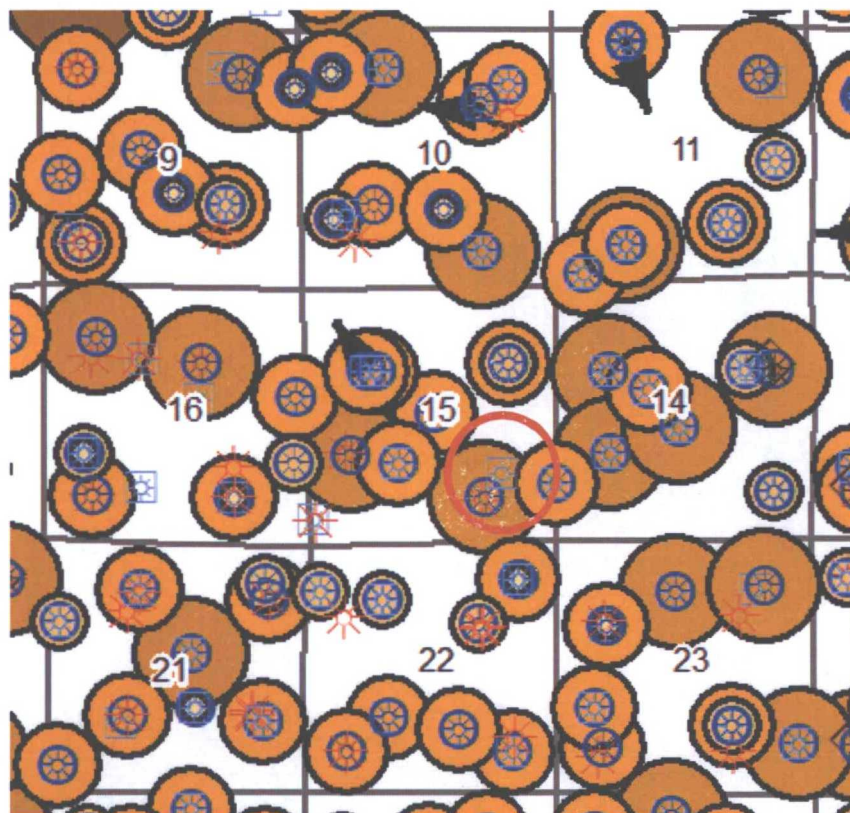
OCD Case No: 15975

Submitted by: HILCORP ENERGY COMPANY

Hearing Date: February 8, 2018



San Juan 27-5 Unit 108E



▲ FRUITLAND COAL
+ PICTURED CLIFFS
● CHACRA
● MESAVERDE
● MANCOS
■ DAKOTA

Well Specifics

- SW15 27-5 3003923910 1985 drill
- 3rd MV completion in 1/4 section
- 700' from nearest offset
- Help drain to northeast
- Complete entire MV in 2 stages
- Interior to 27-5 Unit boundaries



San Juan 27-5 Unit 108E

| Reference Area | Volumetric OGIP | Section Equivalent OGIP | CTD / RF% | Remaining GIP | EUR / RF% |
|----------------|-----------------|-------------------------|----------------|---------------|----------------|
| Qtr Section | 8.8 Bcf | 35.2 Bcf | 1.9 Bcf / 22% | 6.9 Bcf | 2.9 Bcf / 33% |
| Section | 35.6 Bcf | 35.6Bcf | 7.2 Bcf / 20% | 28.4 Bcf | 11.2 Bcf / 31% |
| 9 Section | 292.7 Bcf | 32.5 Bcf | 63.8 Bcf / 22% | 228.9 Bcf | 91 Bcf / 31% |

- Remaining Gas in Place in Quarter Section of 6.9 Bcf
- Cumulative Recovery Factor to Date 22% and 20% in the Quarter Section and Section, respectively
- Considerable gas remaining in area with opportunity to recover additional volumes utilizing existing wellbore