

**BEFORE THE OIL CONSERVATION DIVISION
EXAMINER HEARING JULY 12, 2018**

CASE NO. 16225

SAN JUAN 29-7 UNIT 92B

SAN JUAN COUNTY, NEW MEXICO



HOLLAND & HART ^{LLP}



Adam G. Rankin
Associate
Phone (505) 988-4421
Fax (505) 983-6043
agrarkin@hollandhart.com

June 21, 2018

VIA CERTIFIED MAIL
CERTIFIED RECEIPT REQUESTED

TO: ALL WORKING INTEREST OWNERS

Re: Amended Application of Hilcorp Energy Company for an Exception to the Well Density Requirements of the Blanco-Pictured Cliffs Pool, Rio Arriba County, New Mexico.

Ladies & Gentlemen:

This letter is to advise you that Hilcorp Energy Company has filed the enclosed amended application with the New Mexico Oil Conservation Division. This application will be set for hearing before a Division Examiner at 8:15 a.m. on July 12, 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 at (713) 757-7125 or wmccubbin@hilcorp.com.

Sincerely,

Adam G. Rankin

ATTORNEY FOR HILCORP ENERGY COMPANY

Holland & Hart LLP

Phone [505] 988-4421 Fax [505] 983-6043 www.hollandhart.com

110 North Guadalupe Suite 1 Santa Fe, New Mexico 87501 Mailing Address P.O. Box 2208 Fe, 87504

Aspen Boulder Carson City Colorado Springs | Denver Tech Billings Boise Cheyenne Jackson Hole Las Vegas Reno Salt Lake City Santa Fe Washington, D.C. ☉



Shipment Confirmation Acceptance Notice

A. Mailer Action

Note to Mailer: The labels and volume associated to this form online, **must** match the labeled packages being presented to the USPS® employee with this form.

Shipment Date: 06/19/2018

Shipped From:

Name: HOLLAND & HART LLP

Address: 110 N GUADALUPE ST # 1

City: SANTA FE

State: NM ZIP+4® 87501

HEC - Amend App 92B
CM# 93904.0003 20180621
WI L1st

Type of Mail	Volume
Priority Mail Express®	
Priority Mail®	0
First-Class Package Service®	
Returns	
International*	
Other	14
Total	14

*Start time for products with service guarantees will begin when mail arrives at the local Post Office™ and items receive individual processing and acceptance scans.

B. USPS Action

Note to RSS Clerk:

1. Home screen > Mailing/Shipping > More
2. Select Shipment Confirm
3. Scan or enter the barcode/label number from PS Form 5630
4. Confirm the volume count message by selecting Yes or No
5. Select Pay and End Visit to complete transaction

USPS EMPLOYEE: Please scan upon pickup or receipt of mail.
Leave form with customer or in customer's mail receptacle.

USPS SCAN AT ACCEPTANCE



9275 0901 1935 6200 0008 9616 23



Firm Mailing Book For Accountable Mail

Name and Address of Sender		Check type of mail or service		Affix Stamp Here (if issued as an international certificate of mailing or for additional copies of this receipt). Postmark with Date of Receipt.														
Holland & Hart LLP 110 N Guadalupe St # 1 Santa Fe NM 87501		<input type="checkbox"/> Adult Signature Required <input type="checkbox"/> Priority Mail Express <input type="checkbox"/> Adult Signature Restricted Delivery <input type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Certified Mail Restricted Delivery <input type="checkbox"/> Signature Confirmation <input type="checkbox"/> Collect on Delivery (COD) <input type="checkbox"/> Signature Confirmation Restricted Delivery <input type="checkbox"/> Insured Mail <input type="checkbox"/> Priority Mail		USPS Tracking/Article Number	Postage	(Extra Service) Fee	Handling Charge	Actual Value if Registered	Insured Value	Due Sender if COD	ASR Fee	ASRD Fee	RD Fee	RR Fee	SC Fee	SCRD Fee	SH Fee	
		1.	9214 8901 9403 8307 0956 33	BOLIN RESOURCES LP 5950 BERKSHIRE LANE SUITE 1100 DALLAS TX 75225		1.21	3.45	Handling Charge - if Registered and over \$50,000 in value								1.50		
2.	9214 8901 9403 8307 0956 40	BP AMERICA PRODUCTION COMPANY ATTN: CRAIG T FERGUSON 737 N ELDRIDGE PARKWAY E3-12-1738 HOUSTON TX 77079		1.21	3.45									1.50				
3.	9214 8901 9403 8307 0956 57	C W BOLIN PROPERTIES LTD 4331 GLENWOOD AVE DALLAS TX 75205		1.21	3.45									1.50				
4.	9214 8901 9403 8307 0956 64	CHARLES W GAY PO BOX 291445 KERRVILLE TX 78029		1.21	3.45							Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
5.	9214 8901 9403 8307 0956 71	DAVID PIERCE & MAXINE PIERCE REV TR PO BOX 4140 FARMINGTON NM 87499		1.21	3.45							Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
6.	9214 8901 9403 8307 0956 88	DIRK VANHORN REEMTSM 556 CRESTWOOD DR OCEANSIDE CA 92058		1.21	3.45							Adult Signature Required	Adult Signature Restricted Delivery	Restricted Delivery	Return Receipt	Signature Confirmation	Signature Confirmation Restricted Delivery	Special Handling
7.	9214 8901 9403 8307 0956 95	ENDURING RESOURCES IV LLC ATTN: TRAVIS WHITHAM 511 16TH STREET SUITE 700 DENVER CO 80202		1.21	3.45									1.50				
8.	9214 8901 9403 8307 0957 01	J&M RAYMOND LTD PO BOX 291445 KERRVILLE TX 78029		1.21	3.45									1.50				
Total Number of Pieces Listed by Sender 14		Total Number of Pieces Received at Post Office		Postmaster, Per (Name of receiving employee)														



You are using an old version of e-Certify. [Click here to update to the new version.](#)

Welcome Clory Wetzsteen, (Not [Clory Wetzsteen?](#))
Company:

Holland & Hart LLP

- Home
- My Queue
- Piece Search
- Support
- Logout

[History](#) > [Mail Jobs](#) > [Mail Job Details](#) ↻

My Tools

- Mail Jobs
- Mail Pieces
- Manual Mailings
- Reports
- Setup
- Account
- Tools

Mail Pieces

Filter:
< No Filter >

Barcode	Recipient	Status	DL	Custom
9214 8901 9403 83070957 63	WPX ENERGY INC ATTN: LAND DEPT MD 25 PO BOX 3102 TULSA OK 74101	Delivered Signature Received	No	
9214 8901 9403 83070957 56	TAMACAM LLC PO BOX 291445 KERRVILLE TX 78029	Delivered Signature Received	No	
9214 8901 9403 83070957 49	T H MCELVAIN OIL & GAS LLLP 1050 17TH ST SUITE 2500 DENVER CO 80265	Delivered Signature Received	No	
9214 8901 9403 83070957 32	R L BOLIN PROPERTIES LTD 4245 KEMP BLVD #316 WICHITA FALLS TX 76308	Delivered Signature Received	No	
9214 8901 9403 83070957 25	LORRAYN GAY HACKER PO BOX 291445 KERRVILLE TX 78029	Delivered Signature Received	No	
9214 8901 9403 83070957 18	LANCE REEMTSMA 2601 GRANT ST BERKELEY CA 94703	Delivered Signature Received	No	
9214 8901 9403 83070957 01	J&M RAYMOND LTD PO BOX 291445 KERRVILLE TX 78029	Delivered Signature Received	No	
9214 8901 9403 83070956 95	ENDURING RESOURCES IV LLC ATTN: TRAVIS WHITHAM 511 16TH STREET SUITE 700 DENVER CO 80202	Delivered Signature Received	No	
9214 8901 9403 83070956 88	DIRK VANHORN REEMTSMA 556 CRESTWOOD DR OCEANSIDE CA 92058	Delivered Signature Received	No	
9214 8901 9403 83070956 71	DAVID PIERCE & MAXINE PIERCE REV TR PO BOX 4140 FARMINGTON NM 87499	Delivered Signature Received	No	
9214 8901 9403 83070956 64	CHARLES W GAY PO BOX 291445 KERRVILLE TX 78029	Delivered Signature Received	No	
9214 8901 9403 83070956 57	C W BOLIN PROPERTIES LTD 4331 GLENWOOD AVE DALLAS TX 75205	Delivered Signature Received	No	
9214 8901 9403 83070956 40	BP AMERICA PRODUCTION COMPANY ATTN: CRAIG T FERGUSON 737 N ELDRIDGE PARKWAY E3-12- 173B HOUSTON TX 77079	In-Transit	No	
9214 8901 9403 83070956 33	BOLIN RESOURCES LP 5950 BERKSHIRE LANE SUITE 1100 DALLAS TX 75225	Delivered Signature Received	No	

○ ○ ○ 1 ○ ○ 50 items per page

© 2017 Connect-Suite.com.
Release: v4.12
[WIN-912QP-UJQF6N]



▲ You are using an old version of e-Certify. [Click here](#) to update to the new version.

Welcome Clory Wetzsteon, (Not [Clory Wetzsteon?](#))
Company:

Holland & Hart LLP

Home	My Queue	Piece Search	Support	Logout
------	----------	--------------	---------	--------

History > [Mail Jobs](#) > [Mail Job Details](#) > [Piece Tracking](#) ↻

My Tools

Mail Jobs
Mail Pieces
Manual Mailings
Reports
Setup
Account
Tools

Mail Piece Tracking Number: **9214 8901 9403 8307 0956 40**

Recipient

BP AMERICA PRODUCTION COMPANY ATTN: CRAIG T FERGUSON
737 N ELDRIDGE PARKWAY E3-12-173B
HOUSTON TX 77079

Date & Time	Event	Event Location
06/24/2018 08:38	PROCESSED THROUGH USPS FACILITY	NORTH HOUSTON, TX, 77315
06/21/2018 21:08	DEPART USPS FACILITY	ALBUQUERQUE, NM, 87101
06/21/2018 20:54	PROCESSED THROUGH USPS FACILITY	ALBUQUERQUE, NM, 87101
06/21/2018 16:06	DEPART POST OFFICE	SANTA FE, NM, 87501
06/21/2018 15:11	USPS IN POSSESSION OF ITEM	SANTA FE, NM, 87501
06/21/2018 15:01	SHIPMENT RECEIVED ACCEPTANCE PENDING	SANTA FE, NM, 87501
06/19/2018 12:46	PRE-SHIPMENT INFO SENT USPS AWAITS ITEM	SANTA FE, NM, 87501



© 2017 Connect-Suite.com.
Release: v4.12
[WIN-9K2QP4JGF6N]

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 July 12, 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 July 2, 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 WORKING INTEREST OWNERS IN THE SUBJECT SPACING UNIT AND OFF-SETTING OPERATORS OR LEASED MINERAL INTEREST OWNERS, INCLUDING: BOLIN RESOURCES LP; BP AMERICA PRODUCTION COMPANY, C W BOLIN PROPERTIES LTD; CHARLES W. GAY, HIS HEIRS AND DEWISEES; DAVID PIERCE & MAXINE PIERCE REV TR; DIRK VANHORN REEMTSMA; HIS HEIRS AND DEWISEES; ENDURING RESOURCES IV LLC; J&M RAYMOND LTD; LANCE REEMTSMA, HIS HEIRS AND DEWISEES; LORRAYN GAY HACKER, HER HEIRS AND DEWISEES; R L BOLIN PROPERTIES LTD; T H MCELVAIN OIL & GAS LLLP; TAMACAM LLC; WPX ENERGY INC.

Case No. 16225:
Amended Application of Hilcorp Energy Company for an Exception to the Well Density Requirements of the Blanco-Pictured Cliffs Pool, Rio Arriba County, New Mexico. Applicant in the above-styled cause seeks an order for an exception to the well density requirements of the Blanco-Pictured Cliffs Pool, Rio Arriba County, New Mexico, to an additional well within a standard spacing and proration unit. The subject acreage is comprised of the W/2 of Section 16, Township 29 North, Range 7 West, NMPM, Rio Arriba County, New Mexico and is currently dedicated to the San Juan 29-7 Unit No. 181 Well (API No. 30-039-26995) and the San Juan 29-7 Unit No. 92 Well (API No. 30-039-07600). Each of these wells are located in separate quarter sections and producing from the Blanco-Pictured Cliffs Pool. Applicant seeks approval to add a third well, the San Juan 29-7 Unit No. 92B Well (API No. 30-039-07600), in the Blanco-Pictured Cliffs Pool underlying this acreage. Said area is located approximately 14 miles east of Blanco, N.M.

Published June 28, 2018

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Exhibit No. 2
Submitted by: Hilcorp Energy Company
Hearing Date: July 12, 2018
Case # 16225

Rio Grande Sun

Legal Invoice

PO Box 790
Espanola, NM 87532

Phone: 505-753-2126
Fax: 505-753-2140

HOLLAND & HART LEGAL
P.O. BOX 2208
SANTA FE, NM 87501

Acct #: 02107694
Phone: (505)988-4421
Date: 06/25/2018
Ad #: 00015801
Salesperson: Ad Taker: LM

Class: 899

Ad Notes:

Sort Line: Case No. 16225 Amended

Description	Start	Stop	Ins.	Cost/Day	Amount
affd Affidavit					5.00
01 RIO GRANDE SUN	06/28/2018	06/28/2018	1	96.60	96.60
05 Rio Grande Sun Online	06/28/2018	06/28/2018	1	0.00	0.00

Ad Text:

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

Payment Reference:

Total: 101.60
Tax: 9.08
Net: 110.68
Prepaid: 0.00

Total Due 110.68