

encana

May 8, 2014

CERTIFIED MAIL

Dugan Production Corp.
Kurt Fagrelus
709 East Murray Drive
Farmington, NM 87401

30-045-35449

RE: Hydraulic Fracturing Notice
Encana Good Times P36A-2410 01H
Surface Location: T24N-R10W Sec. 36; 287' FSL, 862' FEL
Bottom Hole Location: T23N-R10W Sec. 1; 330' FSL, 1730' FEL
Project Area T23N-R10W Sec. 1: W2E2
Sandoval County, NM

Gentlemen:

The purpose of this letter is to provide you notice that Encana plans to commence hydraulic fracturing operations for its Good Times P36A-2410 01H well located in Township 23 North, Range 10 West, Sandoval County, New Mexico (T23N-R10W Sec. 1: W2E2) from on or about 7/1/2014 to on or about 7/17/2014. Since the completed interval for this well is located near one or more wells operated by your company, this courtesy notice is provided so that you, as operator, can undertake appropriate action to protect your well(s).

If you would like more information regarding Encana's hydraulic fracturing operations schedule for this well, please contact Paula Rauchfuss at 720-876-3801.

Sincerely,
Encana Oil & Gas (USA) Inc.

Paula Rauchfuss

Paula Rauchfuss
Land Negotiator, NRB

Cc: Jim Lovato, BLM
William Hoppe, NMOCD

Encana Oil & Gas (USA) Inc.

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OIL CONS. DIV DIST. 3
MAY 12 2014