



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd. - Suite A
Farmington, New Mexico 87402
www.blm.gov/nm



In Reply Refer to:

NMNM136924X

3105 (F01100)

REVISED

MAR 21 2018 PM 02:36

30-045-35487

February 6, 2018

Encana Oil & Gas (USA) Inc.

Attn: Mona Binion

370 17th Street, Suite 1700

Denver, CO 80202

Dear Ms. Binion:

The Good Times Unit Agreement, San Juan County, New Mexico was approved May 5, 2017 and is effective March 1, 2014. This agreement has been assigned case recordation number NMNM136924X. The basic information associated with this unit is as follows:

1. This is an Undivided Unit and only the Mancos Formation is unitized.
2. This unit includes Federal, State, and Indian Allotted mineral estates.
3. The leases committed to the Good Times Unit will not be horizontally segregated.
4. The Escrito L17-2409 #01H well is the initial obligation well. The surface hole location is located in the NW/4SW/4, Section 17, T.24 N., R.9 W., San Juan County, New Mexico. This well name Escrito L17-2409 #01H needs to be changed to the Good Times Unit well name.
5. The following Federal leases contain lands both inside and outside the Good Times Unit and are subject to segregation provisions pursuant to 43 CFR 3107.3-2, Segregation of leases committed in part:

a. NMNM 10755	Held By Actual Production
b. NMNM 97108	Held By Actual Production
c. NMNM 114376	Held By Actual Production
d. NMNM 4958	Held By Actual Production

The Good Times Unit embraces 14,706.50 acres more or less, of which 475.12 acres (3.2307%) are Indian allotted lands; 1280.00 acres (8.7036%) are State Lands; 12,951.38 acres (88.0657%) are Federal lands. All lands embraced within the Good Times Unit are fully committed with the exception of Tract 14, 320.03 acres, Lots 1,2, E/2NW/4, NE/4, Section 18, T.24 N., R.9 W.

In view of the foregoing commitment status, effective control of the unit area has been established. We are of the opinion that this agreement is in the public interest and for the purpose of more properly conserving natural resources.

Please provide joinder signatures as you continue to obtain.

In accordance with Article 9 of the Unit Agreement Escrito L17-2409 #01H, API # 30-045-35487 has been drilled, completed on April 26, 2014. The public interest requirement for the Good Times Unit agreement has been satisfied. Pursuant to the subsequent drilling obligations of Section 10 of the unit agreement, a Plan of Development is required to be filed yearly.

Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.

Copies of the following agreement components are being distributed to the appropriate Federal and State agencies:

- 1) Exhibit "A" Map
- 2) Exhibit "B" Lease Schedule
- 3) Working Interest Ratification & Joinders (Including Tract list with TPR & Commitments)
- 4) Overriding Royalty Interest Ratification & Joinders
- 5) State of New Mexico Oil Conservation Division Order R-14094.

You are requested to furnish all interested parties with appropriate evidence of this approval.

Sincerely,



Richard A. Fields
Farmington Field Office Manager

cc: Commissioner of Public Lands, Santa Fe, NM
New Mexico Oil Conservation Division (NMOCD)
Office of Natural Resources Revenue (ONRR)
Federal Indian Minerals Office (FIMO)