

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

January 5, 2017

Encana Oil & Gas (USA) Inc. 370 17th Street, Suite 1700 Denver, CO 80202

Attention: Ms. Holly Hill

Re:

Request to Amend Surface Commingling Agreement #1078, Chaco Trunk #1 and Chaco

Trunk #2 Phase 1 Gathering System, Off-Lease Measurement

Addition of 41 wells

Basin Mancos Gas Pool (97232)

Alamito-Gallup Pool (1039)

Alamito Mancos N (98174)

Betonnie Tsosic Wash Mancos Oil (98175)

T22N-R7W; T22N-R8W; T23N-R7W; T23N-R8W

Sandoval and San Juan Counties, New Mexico

Dear Ms. Hill:

We are in receipt of your \$150 application fee and request to amend surface commingling through Encana's Chaco Trunk #1 and #2 Phase 1 Gathering System.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the NMOCD's approval to this office.

Our approval does not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

If you have any questions or if we may be of further help, please contact Marilyn Gruebel at 505.827.5791.

Respectful

AUBREY DUNN

COMMISSIONER OF PUBLIC LANDS

AD/mmg

cc: Reader File

OCD-Daniel Sanchez