

## Evaluation Criteria – San Juan 29-7 Unit 57C

- Are all non-complying wells located at standard locations within the spacing units?
  - Yes.
- Are more than four (4) wells currently producing in the spacing unit?
  - No.
- Have offset operators/working interest been notified and were any objections received?
  - All were notified and none objected.
- Are additional wells planned to be drilled in the spacing units that could exceed the maximum allowed four (4) wells per spacing unit?
  - No.
- Is there any discernable interference between the wells that are in non-compliance and will incremental reserves be obtained if both wells continue to produce?
  - There isn't any discernable reservoir interference and incremental reserves will be obtained.
- Will the no-flow boundary between non-complying wells and offset wells extend beyond areas of common interest?
  - No.