

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

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R-14090

COMMISSIONER'S OFFICE

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Encana Oil & Gas (USA) Inc. ATTN: Ms. Mona Binion and Ms. Megan Gross 370 17th Street, Suite 1700 Denver, CO 80202

June 28, 2018

RE: 2018 Plan of Development CROW CANYON UNIT San Juan County, NM

Dear Ms. Binion and Ms. Gross:

Your submitted 2018 Plan of Development for the Crow Canyon Unit is <u>not approved</u>.

Our records reflect the following:

- The NM State Land Office approved the Crow Canyon Unit Agreement on June 27, 2016, and the BLM approved the Agreement on June 28, 2016.
- The effective date of the Unit Agreement was August 1, 2013.
- This is an undivided unit with an existing well, the Escrito D30 2408 01H (renamed to Crow Canyon Unit #701H), as the obligation well. This well was determined to be producing in paying quantities on August 18, 2016, with an effective date of September 27, 2013.
- Production from this unit currently consists of one well, the obligation well for the unit.
- Of the approximately 13,600 acres in the unit, approximately 640 acres have been developed.
- The submitted 2018 Plan of Development does not indicate that further development is being pursued.

We will consult with the BLM about possible actions that may be taken with regard to the Crow Canyon Unit.

If you have any questions or if we may be of assistance, please contact Units Manager Marilyn Gruebel at 505.827.5791 or mgruebel@slo.state.nm.us.

Respectfull

AUBRIY DUNN

COMMISSIONER OF PUBLIC LANDS

AD/mg

cc: OCD – Attn: Mr. Daniel Sanchez BLM – Attn: Mr. Joe Hewitt OGMD & Units Reader Files