



February 27, 2018

Bureau of Land Management
6251 College Blvd, Ste A
Farmington, NM 87402
Attn: Mr. Joe Hewitt

State of New Mexico Land Office
310 Old Santa Fe Trail
Santa Fe, NM 87504
Attention: Marilyn Gruebel

State of New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505
Attention: Heather Riley

Re: Plan of Development 2018
Blanco Wash Unit Unit
San Juan County, New Mexico

Ladies and Gentlemen:

Encana Oil & Gas (USA) Inc. ("Encana") respectfully submits for your approval the 2018 Plan of Development and Review of Operations for the Blanco Wash Unit – NMNM 137065X – located in San Juan County, New Mexico.

The Blanco Wash Unit was approved on May 31, 2017 to be made effective August 20, 2012. In accordance with the terms Article 9, Encana drilled and completed the Blanco Wash Unit 401H well (f/k/a Escrito I24-2409 01H) as the initial unit obligation well and thereafter drilled and completed two (2) additional horizontal wells, all of which are described below.

The Blanco Wash Unit Mancos Participating Area NMNM 137065A was approved July 26, 2017, which encompassed the entire Blanco Wash Unit area of 13,128.47 acres, but applied tract participation to only 12,488.39 acres until Sept 14, 2017 when approval was granted to subsequent joinder of tract 7 which changed the Blanco Wash Unit Mancos Participating Area NMNM137065A participating acres to 12,538.39 total acres.

This 2018 Plan of Development contains a review of the operations conducted in the Blanco Wash Unit since the August 20, 2012 inception of the unit.

REVIEW OF OPERATIONS (includes all operations conducted since unit inception)

Existing Wells Drilled & Completed

Well Name	Location	Spud Date	Completion Date	Work Performed
Blanco Wash Unit 401H	24-24N-09W	08/29/2012	09/21/2012	Completed to Mancos Formation
Blanco Wash Unit 328H	16-24N-09W	01/26/2013	03/01/2013	Completed to Mancos Formation
Blanco Wash Unit 329H	17-24N-09W	07/14/2014	08/11/2014	Completed to Mancos Formation

Other Operations

Workover Operations

Well Name	Work Completed	Date Completed
Blanco Wash Unit 401H	Facilities installation	2012
Blanco Wash Unit 401H	Gas lift	2013
Blanco Wash Unit 401H	Vapor recovery system	2013
Blanco Wash Unit 401H	Re-design	2014
Blanco Wash Unit 401H	Combustor	2015
Blanco Wash Unit 328H	Combustor	2014
Blanco Wash Unit 328H	Re-Design	2014
Blanco Wash Unit 328H	Compressor	2015
Blanco Wash Unit 329H	Facilities installation	2014
Blanco Wash Unit 329H	Compressor swap	2016

Tank Isolation Project – the installation of isolation and de-pressure valves on the tank vapor header system for each storage tank to allow for the safe maintenance of storage tanks.

Well Name	Location	Year Completed
Blanco Wash Unit 328H	16-24N-09W	2017
Blanco Wash Unit 329H	17-24N-09W	2017

2018 PLAN OF DEVELOPMENT

2018 Drilling Operations

None

2018 Other Operations

Tank Isolation Project – the installation of isolation and de-pressure valves on the tank vapor header system for each storage tank to allow for the safe maintenance of storage tanks.

Well Name	Location	Year
Blanco Wash Unit 401H	24-24N-09W	2018

Unit Materials Enclosed

Enclosed herewith are the following materials reflecting current unit and well status.

1. Current North Alamito Unit Existing Well List
 - Production History – Table (by well)
 - Production Curve – Graph (by well)
2. Grid with Well Locations
3. Current Infrastructure Map

*Note: Unit Agreement Exhibits A & B are available, but have not been included as enclosures herewith because there have been no changes since the last versions were submitted to your offices.



Any additions or modifications to this Plan of Development will be submitted on a Supplemental Plan of Development. If you have any questions regarding this Plan of Development please feel free to contact Mona Binion at mona.binion@encana.com or 720-876-5325.

Sincerely,

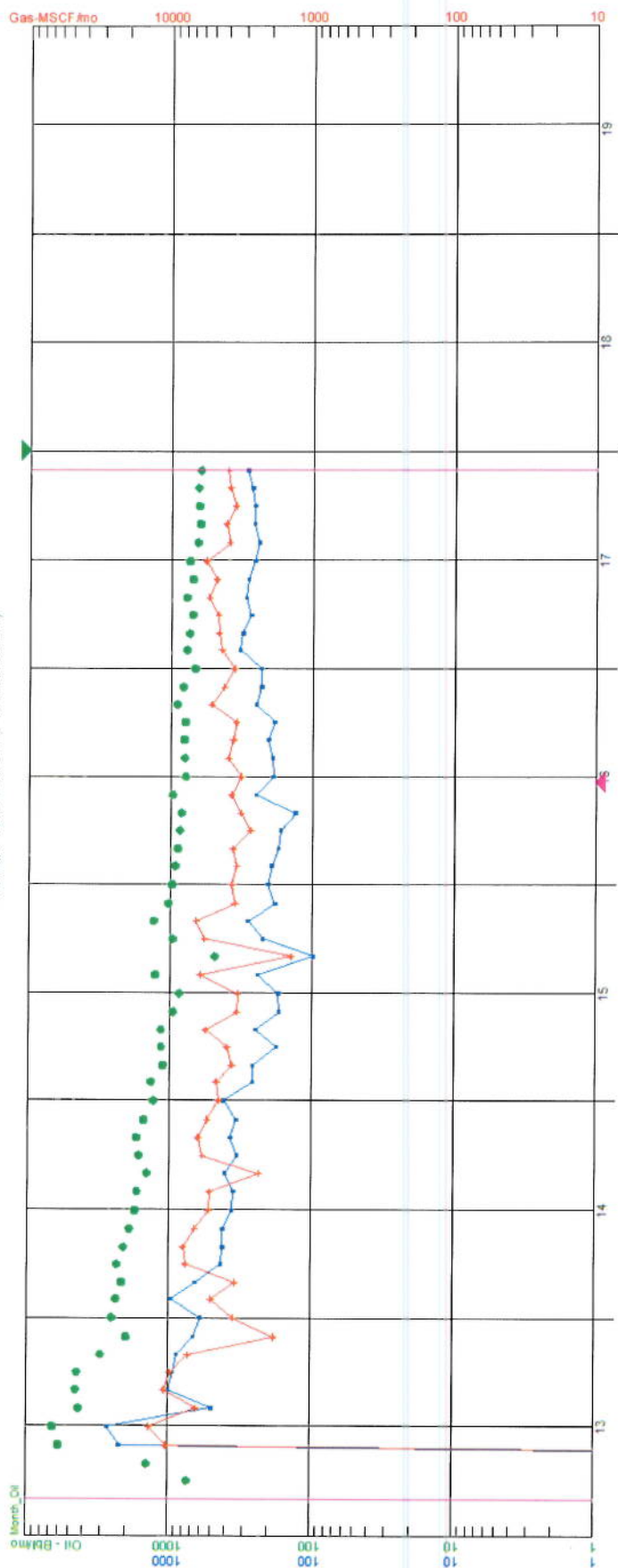
A handwritten signature in black ink, appearing to read "Megan E. Gross".

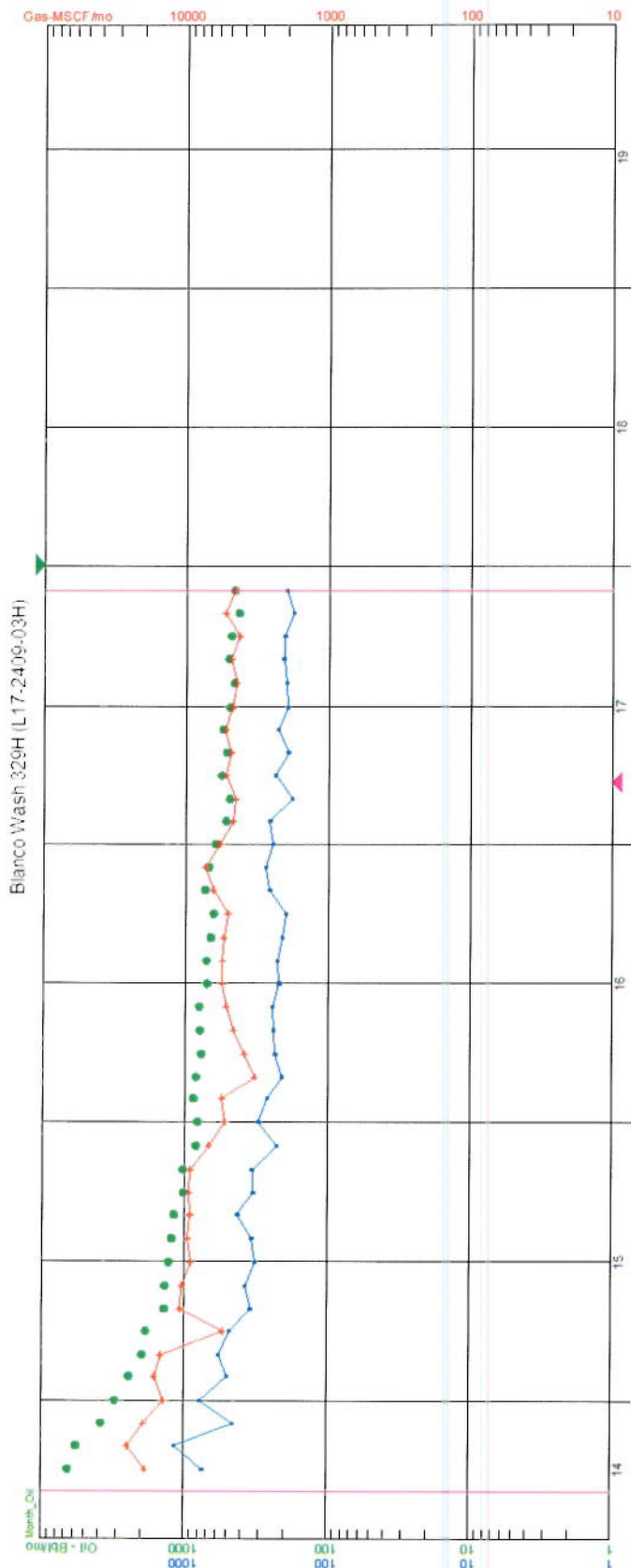
Megan E. Gross
Land Technician

Enclosures:

Cc: Federal Indian Minerals Office
Working Interest Owners – Nageezi Unit

Blanco Wash 328H (116-2409-01H)





Blanco Wash 401H (24-2409-01H)

