

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

Crow Canyon 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 Crow Canyon Unit – NMNM 135203X – located in San Juan County, New Mexico.

The Crow Canyon Unit was approved on June 28, 2016 to be made effective August 1, 2013. In accordance with the terms Article 9, Encana drilled and completed the Crow Canyon Unit 701H well (f/k/a Escrito D30-2408 01H) as the initial unit obligation well which is described below.

The Crow Canyon Unit Mancos Participating Area NMNM 135203A was approved August 25, 2016, which encompassed the entire Crow Canyon Unit area of 13,604.06 acres, but applied tract participation to only 12,565.23 committed acres.

This 2018 Plan of Development contains a review of the operations conducted in the Crow Canyon Unit since the August 1, 2013 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 |
|-----------------------|------------|------------|-----------------|-------------------------------|
| Crow Canyon Unit 701H | 30-24N-08W | 08/02/2013 | 10/04/2013 | Completed to Mancos Formation |

Other Operations

Workover Operations

| Well Name | Work Completed | Date Completed |
|-----------------------|-------------------------|----------------|
| Crow Canyon Unit 701H | Pipeline installation | 2013 |
| Crow Canyon Unit 701H | Facilities installation | 2013 |
| Crow Canyon Unit 701H | Combuster | 2014 |
| Crow Canyon Unit 701H | VRU replacement | 2014 |
| Crow Canyon Unit 701H | Compressor | 2015 |



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 |
|-----------------------|------------|-------------------|
| Crow Canyon Unit 701H | 30-24N-08W | 2017 |

2018 PLAN OF DEVELOPMENT

2018 Drilling Operations

None

2018 Other Operations

None

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

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,

Megan E. Gross
Land Technician

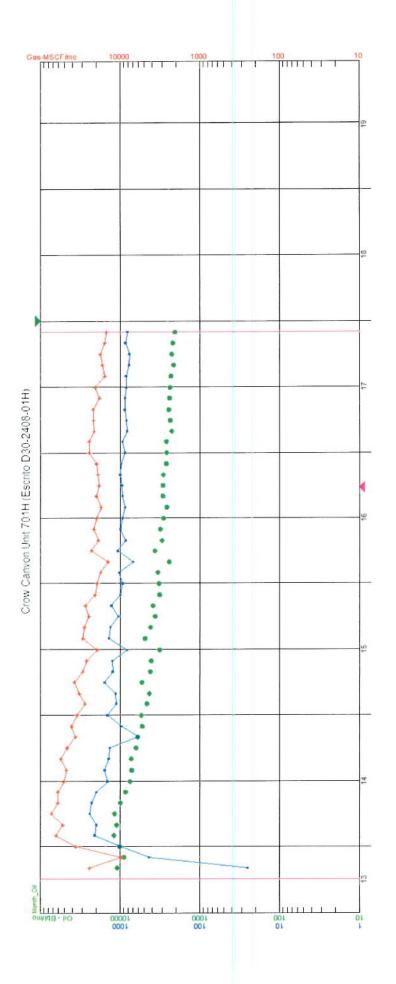
Enclosures:

Cc: Federal Indian Minerals Office

Working Interest Owners - Nageezi Unit

^{*}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.

| | | | | | | | - | 2013 | | | 2014 | | | 2015 | | | 2016 | | | 2017 | | 1 | 10/2013 to 11/2017 | 7 |
|--------------------------|---------------------|----------|---------|--------------|-------------------|-------------|---------|------------|--------------|-------------|-------------|---------------|-------------|-------------|-----------------------|----------|---------------|-------------|-----------------|---------|------------------|-----------------|--------------------|------------------------------|
| Wells | Sect. Twinshp. Rng. | County | State | API | Spud Date First S | ales Status | (led po | AS (mef) W | ATER (bbl) o | H. (bbl) G. | GAS (mcf) W | ATER (bbi) OI | It (bbi) GA | S (mcf) WAT | WATER (bbi) OIL (bbi) | (bbi) GA | GAS (mct) WAT | TER (bbl) 0 | () OIL (bbl) GA | (mcf) W | ATER (bbi) Total | Oil by well Tol | (mcf) (bbl) | Total WATER by well (bbi) |
| IVON 701H (D30-2408 01H) | 30, 24N, 8W | San luan | NM 3004 | 453546700001 | 06/01/2013 10/30/ | /2013 PR | 30,035 | 69,237 | 1,469 | 98,750 | 613.474 | 19.551 | 49,064 | 318.954 | 14.186 | 35.247 | 230.993 | 11.263 | 25.572 | 206.182 | 9.787 | 738.667 | 3.458.840 | \$5.756 |



| | otal WATER by well (bbl) | 55,756 |
|--------------------|----------------------------------|--------------------------------------|
| 10/2013 to 11/2017 | Total GAS by well Tota (mcf) | 1,438,840 |
| | fotal Oll by well (bbl) | 238,667 |
| | WATER (bbi) | 9,287 |
| 2017 | GAS (mcf) | 206,182 |
| | OIL (bbi) | 25,572 |
| | WATER (bbl) | 11,263 |
| 2016 | bi) GAS (md) WATE | 230,993 |
| | OIL (bbi) | 35,247 |
| | WATER (bbl) | 14,186 |
| 2015 | GAS (mcf) | 318,954 |
| | OIL (bbl) | 49,064 |
| | WATER (bbi) | 19,551 |
| 2014 | GAS (mcf) | 613,474 |
| | (199) | 98,750 |
| | WATER (bb1) | 1,469 |
| 2013 | GAS (mcf) | 69,237 |
| | OIL (bbl) | 30,035 |
| | API Spud Date First Sales Status | 15354670000 08/02/2013 10/30/2013 PR |
| | County State | San Juan NM 3004 |
| | Sect. Twnshp. Rnge | 30, 24N, 8W |
| | Wells | CROW CANYON 701H (D30-2408-01H) |

| | (1) | 9 | | - | | ñ | d Lease . Well |
|----|-----|----|-----------------------|------------------|----|--------------------|---|
| 25 | 36 | - | 12 | 13 | 24 | 25 Thit Outline | Uncommitted Lease Existing Unit Well |
| 56 | 35 | 2 | = | 4 | 23 | 26 | |
| 27 | 34 | m | 10 | 15 8W | 22 | 27 | 34 |
| 28 | 33 | 4 | on Unit | ⁶ N42 | | 28 | 33 |
| 59 | 32 | 10 | 8 Crow Canyon Unit | 4 | 20 | 53 | 32 |
| 30 | 31 | 9 | _ | 89 | 61 | CUTTON | 31 |
| 25 | 36 | - | 12 | 55 | 24 | 25 | 36 |

