

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 6251 College Blvd. - Suite A Farmington, New Mexico 87402 www.blm.gov/nm



In Reply Refer to: NMNM078406X 3105 (F01100)

February 28, 2018

Enduring Resources, LLC Attn: Alex Campbell 511 Sixteenth St. Suite 700 Denver, CO 80202

Dear Mr. Campbell:

The Enduring Resources 2018 Plan of Development (POD) for the Rincon Unit located in Rio Aribba County, New Mexico is approved as of February 28, 2018. Pursuant to the subsequent drilling obligations of Section 10 of the unit agreement, a POD is required to be filed yearly and not later than March 1 of each year. No extension of time will be granted unless an Unavoidable Delay (Section 23 of the Unit Agreement) where justified. The Rincon unit is a Federal unit with State, Fee and Federal minerals and contains no Indian Trust lands.

It is noteworthy that you plan in 2018 to drill two horizontal wells to test the Mancos interval with both of these to be drilled from a single pad. Also, there are currently six formation specific participating areas within the unit with the Mancos potentially being the seventh.

If you have questions regarding the above unit, please contact me at (505) 564-7740 or jhewitt@blm.gov.

Sincerely,

Richard Fields,

Farmington Field Manger