

United States Department of the Interior

BUREAU OF LAND MANAGEMENT



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

IN REPLY REFER TO: West Alamito Unit NMNM133613X

August 16, 2016

TERMINATE WEST ALAMITO UNIT

Ms. Mona Binion Encana Oil & Gas (USA) Inc. 370 17th Street, Suite 1700 Denver, Colorado 80202

This letter is to notify interested parties that a Leasehold Exchange Agreement was signed August 15, 2016 between WPX Energy Production LLC (WPX), Encana Oil & Gas USA Inc. and Dugan Production Corp. which makes it pertinent that the Bureau of Land Management (BLM) terminate the West Alamito Unit. This letter will serve as official notice to all parties that the Unit agreement has been terminated effective August 15, 2016. The BLM's condition is still in place that all lands within the former West Alamito Unit become unit lands.

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

Sincerely,

Dave Mankiewicz,

Asst. Field Mgr. Minerals