



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:
NMNM135203X
3105 (F01100)

June 28, 2016

Case# 15369

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

Dear Ms. Binion:

2016 JUN 30 P 3: 11
RECEIVED OGD

The Crow Canyon Unit Agreement, San Juan County, New Mexico was approved June 28, 2016 and effective August 1, 2013. This agreement has been assigned case recordation number NMNM135203X. The basic information associated with this unit is as follows:

1. This is an Undivided Unit and only the Mancos-Formation is unitized.
2. This unit includes Federal, State and Indian Allotted mineral estates.
3. The leases committed to the Crow Canyon Unit will not be horizontally segregated.
4. The Escrito D30-2408 #01H well is the initial obligation well. The surface hole location is located in the NW/4NW/4, Section 30, T.24 N., R.8 W., San Juan County, New Mexico. The well name Escrito D30-2408 #01H for needs to be changed to the Crow Canyon Unit well name.
5. The following Federal leases contain lands both inside and outside the Crow Canyon Unit and are subject to segregation provisions pursuant to 43 CFR 3107.3-2, Segregation of leases committed in part:

a. NMNM 014580	Held By Actual Production
b. NMNM 014580A	Held By Actual Production
c. NMNM 16589	Held By Actual Production
d. NMNM 19567	Held By Actual Production
e. NMNM 83507	Held By Actual Production
f. NMNM 117570	Expires 02/28/2017
g. NMNM 118133	Held By Actual Production
h. NMNM 119283	Held By Actual Production
i. NMSF 078868	Held By Actual Production

The Crow Canyon Unit embraces 13,604.06 acres more or less, of which 640.00 acres (4.7045%) are Indian allotted lands; 1,920.00 acres (14.1134%) are State Lands; and 11,044.06 acres

(81,1821%) are Federal lands. All lands embraced within the Crow Canyon Unit are fully committed.

In view of the foregoing commitment status, effective control of the unit area has been established. We are of the opinion that this agreement is in the public interest and for the purpose of more properly conserving natural resources.

As you continue to obtain joinder signatures, please provide

In accordance with Article 9 of the Unit Agreement Escrito D30-2408 #01H has been drilled, completed on September 27, 2013. The public interest requirement for the Crow Canyon Unit agreement has been satisfied. Pursuant to the subsequent drilling obligations of Section 10 of the unit agreement, a Plan of Development is required to be filed yearly.

Approval of this agreement does not warrant or certify that the operator thereof and other holders of operating rights hold legal or equitable title to those rights in the subject leases which are committed hereto.

Copies of the following agreement components are being distributed to the appropriate Federal and State agencies:

- 1) Exhibit "A" Map
- 2) Exhibit "B" Lease Schedule
- 3) Working Interest Ratification & Joinders (Including Tract list with TPR & Commitments)
- 4) Overriding Royalty Interest Ratification & Joinders
- 5) State of New Mexico Oil Conservation Division Order R-14090-A

You are requested to furnish all interested parties with appropriate evidence of this approval.

Sincerely,

 6/28/2016

Dave Mankiewicz
Assistant Field Manager, Minerals

cc: Commissioner of Public Lands, Santa Fe, NM
New Mexico Oil Conservation Division (NMOCD)
Office of Natural Resources Revenue (ONRR)
Federal Indian Minerals Office (FIMO)