

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE. NEW MEXICO 87504-1148 COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

Thompson Engineering and Production Corp. ATTN: Mr. Paul Thompson 7415 East Main Farmington, NM 87402

Certified Letter # 7015 0640 0003 4824 3681

February 1, 2018

RE: 2017 Plan of Operations ESCRITO GALLUP POOL UNIT San Juan, Rio Arriba Counties, NM

Dear Mr. Thompson:

The New Mexico State Land Office has this date approved the referenced Plan of Operation with the following condition(s):

• Provide a Plan of Operations that indicates Encana as the unit operator, or formally change the unit operator to Thompson. While your Unit Operating Agreement may allow sub-operators, the Plan of Operations for the State Land Office Unit Agreement must be provided by the operator of record, which currently is Encana.

Your 2018 Plan of Operations must address the above 2017 condition(s) and include:

- a summary of operations from the previous year as well as a forecast of operations for the current year;
- a listing of the status of all wells (both active and inactive) in the unit;
- plans for further resource development within the unit; and
- a map or photo that illustrates both current and planned infrastructure for the unit: well locations, tank batteries, gathering systems, and any other facilities that may impact the surface of New Mexico State Trust lands.

This Plan of Operations is due by March 1, 2018. If you do not provide a plan addressing the condition(s) and including the requested information, we will confer with the Bureau of Land Management about recourse from both agencies.

If you require additional information, please contact Units Manager Marilyn Gruebel at 505.827.5791.

Respectfully

AUBREY DUNN COMMISSIONER OF PUBLIC LANDS

AD/mg

cc: OCD – Daniel Sanchez BLM – Chris Walls SLO Legal OGMD and Units Reader Files