

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

FEB 19 2013

FORM APPROVED
OMB No. 1004-0137
Expires: July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
Do not use this form for proposals to drill on to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.5. Lease Serial No.
NM 0287486. If Indian, Allottee or Tribe Name
N/A

RCVD FEB 25 '13

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

7. If Unit of CA/Agreement, Name and/or No.

OIL CONS. DIV.

8. Well Name and No.
Lybrook H26-2307 01H

DIST. 3

2. Name of Operator
Encana Oil & Gas (USA) Inc.9. API Well No.
30-043-211183a. Address
370 17th Street, Suite 1700
Denver, CO 802023b. Phone No. (include area code)
720-876-533110. Field and Pool or Exploratory Area
Basin Mancos Gallup Gas Pool4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SHL: 2257' FNL and 357' FEL Section 26, T23N, R7W
BHL: 2247' FNL and 337' FWL Section 26, T23N, R7W11. Country or Parish, State
Sandoval, New Mexico

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Adjustment to
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	Project Area dedicated
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	to well & updated C-102

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Encana Oil & Gas (USA) Inc. (Encana) wishes to re-adjust the project area dedicated to the Lybrook H26-2307 01H well from 160 acres (S2N2 Sec. 26, T23N R7W) to 320 acres (N2 of Sec. 26, T23N R7W). Please see the following reasons for the re-adjustment to the 320 acre project area:

On December 29, 2011, Encana submitted an Application for Permit to Drill the Lybrook H26-2307 01H well, with a 640 acre project area dedicated to the well. On February 20, 2012, Encana submitted a Sundry Notice reducing the project area to 160 acres due to the February 15th, 2012 implementation of revised State of New Mexico Oil and Gas Regulations that define a project area as an area that comprises one or more complete contiguous spacing units that are developed by the well (19.15.16.6 NMAC).

Recently, the New Mexico Oil Conservation Division (OCD) has informed Encana of the applicability and interpretation of the Basin Mancos Gas Pool (Order Number 12984, Pool Code 97232), which applies to the Lybrook H26-2307 01H well. Therefore, Encana wishes to increase the project area for this well to 320 acres.

Furthermore, Encana will also file with the OCD a Non-Standard Location Application for the BHL for this well, and notify the appropriate parties. ✓

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

CONDITIONS OF APPROVAL
Adhere to previously issued stipulations.

14. I hereby certify that the foregoing is true and correct.

Name (Printed/Typed)
Holly Hill

Title Regulatory Analyst

Signature

Date

2/11/13

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Troy L. Salyers

Title

Petroleum Engineer

Date

2/11/2013

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

FFO

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

NMOCDA

District I
1625 N. French Drive, Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First Street, Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Drive, Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to
Appropriate District Office

OIL CONSERVATION DIVISION
1220 South St. Francis Drive
Santa Fe, NM 87505

☐ AMENDED REPORT
RECEIVED
☐ As-Drilled

FEB 19 2013

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-043-21118	Pool Code 97232	Pool Name Farmington Field Office BASIN MANCOS
Property Code 39120	Property Name LYBROOK H26-2307	Well Number 01H
GRID No. 282327	Operator Name ENCANA OIL & GAS (USA) INC.	Elevation 7233'

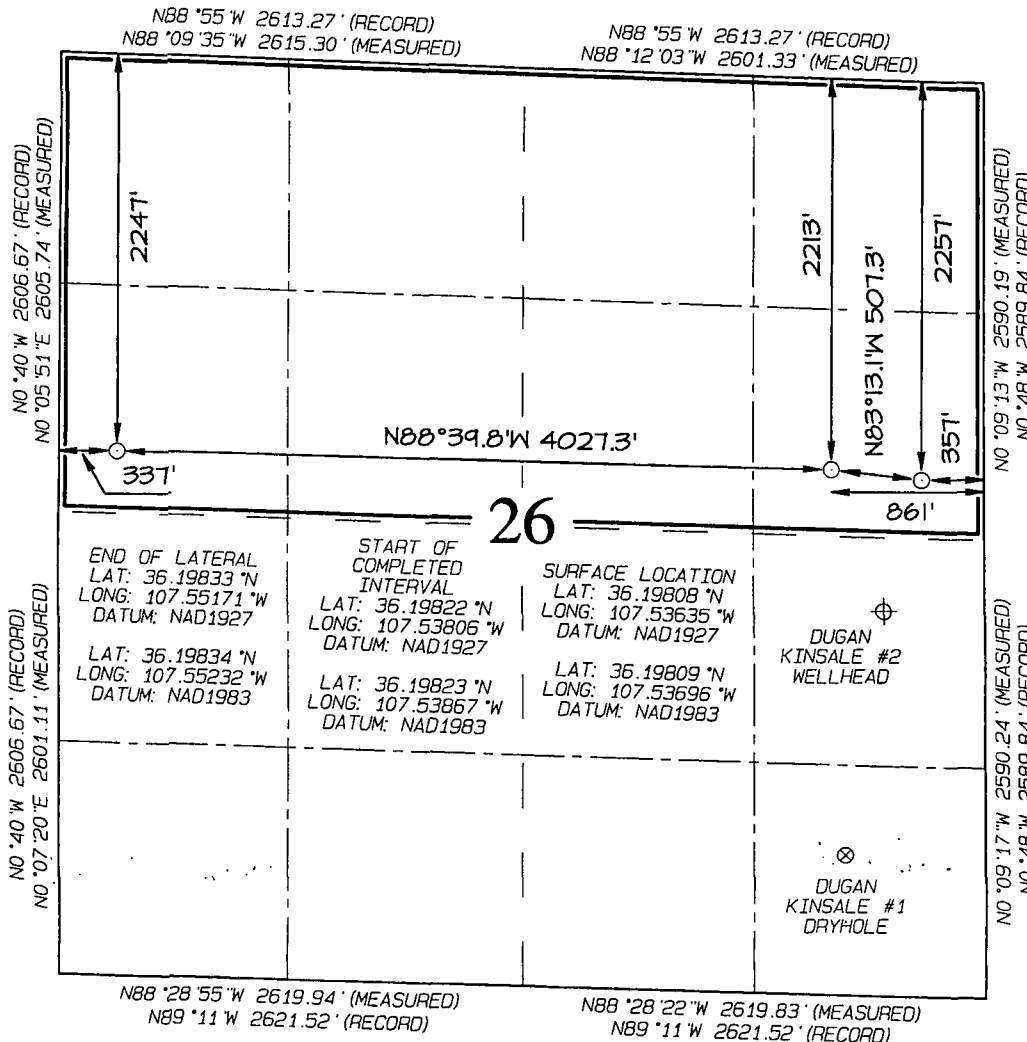
10 Surface Location									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
H	26	23N	7W		2257	NORTH	357	EAST	SANDOVAL

11 Bottom Hole Location If Different From Surface									
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	26	23N	7W		2247	NORTH	337	WEST	SANDOVAL

12 Dedicated Acres 320.0 Acres - (N/2)	13 Joint or Infill	14 Consolidation Code	15 Order No. RCVD FEB 25 '13 OIL CON. DIV.
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NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

DIST. 3



17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Holly Hill 2/11/13
Signature Date
Holly Hill
Printed Name
holly.hill@encana.com
E-mail Address

18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Survey Date: OCTOBER 3, 2012

Signature and Seal of Professional Surveyor

JASON C. EDWARDS
NEW MEXICO
REGISTERED PROFESSIONAL SURVEYOR
15269

JASON C. EDWARDS
Certificate Number 15269