## State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary David R. Catanach Division Director Oil Conservation Division



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-3 APD form.

to the details approved of 22th on the lene wing <u>errors</u> the return
Operator Signature Date: 3-2-15 Well information; Operator Encana, Well Name and Number Escrito L30 2408 #2#
API#30-045-35661, Section30, Township 24 NS, Range 08 E/W
Conditions of Approval: (See the below checked and handwritten conditions) Notify Aztec OCD 24hrs prior to casing & cement.
Hold C-104 for VISL, NSP, DHC  Hold C-104 for VISL, NSP, DHC

- Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned
- Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:
  - A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A
  - A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A
  - A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C
- Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
- Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84
- Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.
- Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.

NMOCD Approved by Signature

10.9-20/5 Date VC

## OIL CONS. DIV DIST. 3

Form 3160-3 (March 2012) SEP 2 3 2015

## UNITED STATES DEPARTMENT OF THE INTERIOR

-01	
D PL	5. Lease

FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014

Serial No.

BUREAU OF LAND MA	NAGEMENT 1.6	JR 03 2	NM 54980, NM 54981		
APPLICATION FOR PERMIT TO		-pean [ ni	6. If Indian, Allotee or T	ribe Name	
a. Type of work:  DRILL  REEN	TER E	-Eleven	7. If Unit or CA Agreement Pending NMV N		
lb. Type of Well: Oil Well Gas Well Other	✓ Single Zone	Multiple Zone	8. Lease Name and Well Escrito L30-2408 02H	No.	
2. Name of Operator Encana Oil & Gas (USA) Inc.			9. API Well No.	5661	
3a. Address 370 17th Street, Suite 1700 Denver, CO 80202	3b. Phone No. (include area co 720-876-3533	ode)	10. Field and Pool, or Explo Basin Mancos	oratory	
At surface 2488' FSL, 350' FWL, Section 30, T24N, R8 At proposed prod. zone 330' FSL, 2400' FEL, Section 30	W NUSW		11. Sec., T. R. M. or Blk. as Section 30, T24N, R8V		
14. Distance in miles and direction from nearest town or post office* +/- 36 miles South from the intersection of HWY 64 & U		NM	12. County or Parish San Juan	13. State	
5. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	16. No. of acres in lease NM 54980- 320 acres NM 54981- 321.16 acres  17. Spacing Unit dedicated to this well 641.16 acres- Section 30, T24N, R8W				
<ol> <li>Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft.</li> <li>SHL is +/- 30' South of Escrito L30-2408 01H</li> </ol>	19. Proposed Depth 5311' TVD, 9207' MD		BLM/BIA Bond No. on file B-000235		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6814' GL; 6830' KB	22 Approximate date work v 08/25/2015	vill start*	* 23. Estimated duration 20 days		
	24. Attachments				
The following, completed in accordance with the requirements of Onsi  1. Well plat certified by a registered surveyor.  2. A Drilling Plan.  3. A Surface Use Plan (if the location is on National Forest System SUPO must be filed with the appropriate Forest Service Office).	4. Bond to c Item 20 al m Lands, the 5. Operator	over the operatione).	this form: ions unless covered by an exist atormation and/or plans as ma		
25. Signature Hadia Ufr	Name (Printed/Typed) Katie Wegner		Dat	3/2/15	
Approved by (Signature)	Name (PrintedTyped)		Da	109/17/10	
Title AFM	Office	50		.,	
Application approval does not warrant or certify that the applicant he	F	se rights in the s	ubject lease which would entitl	e the applicant to	

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.

BLM'S APPROVAL OR ACCEPTANCE OF THIS

(Continued on page 2)

Conditions of approval, if any, are attached.

This action is subject to technical and procedural review pursuant to 43 CFR 3166.3 and appeal pursuant to 43 CFR 3165.4

ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER **AUTHORIZATION REQUIRED FOR OPERATIONS** ON FEDERAL AND INDIAN LANDS

DRM4HNG QRERATIONS 2)
AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS"

NMOCD A

DISTRICT I
1625 M. Prench Dr., Hobbs, N.M. 85340
Phone: (876) 893-5161 Fax: (875) 893-0720
DISTRICT II
511 2. Fret St., Artasia, N.M. 86310
Phone: (876) 748-1283 Fax: (876) 748-9720
DISTRICT III
1000 Rb Brance Rd., Axtac, N.M. 87410
Phone: (606) 834-6178 Fax: (806) 834-6170
DISTRICT IV
1230 S. St. Francis Dr., Banta Fe, NM 87605
Phone: (805) 478-3480 Fax: (806) 478-3482

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 Dr. Santa Fe. NM 87505

☐ AMENDED REPORT

## WELL LOCATION AND ACREAGE DEDICATION PLAT

			WEITT .	LOCATIO	ON AND A	CREAGE DEL	ICATION F	'LAT	
I'API	Number			<sup>a</sup> Pool Code			Pool Nam	10	
30-04	3-35	SGOO 97232 BASIN MANCOS							
<sup>4</sup> Property Co	de				*Property	Name			Well Number
31529	88				ESCRITO L30	) <b>-2408</b>			02H
ok dirioo*					*Operato	r Name			Elevation
282327				ENCANA	OIL & GAS	(USA) INC.			6814.0'
					10 Surface	Location			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West 1	ine County
L	30	24N	8W	3	2488'	SOUTH	350'	WEST	SAN JUAN
			11 Bott	om Hole	Location	If Different Fr	om Surface		
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West	line County
0	30	24N	8W		330'	SOUTH	2400'	EAST	SAN JUAN
Dedicated Acre 641.18 AC	PROJEC	T AREA	18 Joint or	Infill	<sup>14</sup> Consolidation	Code	36 Order No.		
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED									
16		OR A I	NON-STA	ANDARD	UNIT HAS I	BEEN APPROVED	BY THE DI	VISION	
							18 OD1	DAMOD C	TANIMA MINIMARK

BOTTOM HOLE

LAT. 36.278989\* N (NAD83)

LONG. 107.722230\* W (NAD83)

LAT. 36.278977\* N (NAD27)

LONG. 107.721617\* W (NAD27)

ENTRY POINT
LAT. 36.285987' N (NAD83)
LONG. 107.730903' W (NAD83)
LAT. 36.285975' N (NAD27)
LONG. 107.730290' W (NAD27)

WELL FLAG LAT. 36.284904" N (NAD83) LONG. 107.730843" W (NAD83) LAT. 36.284891" N (NAD27) LONG. 107.730230" W (NAD27)

S 89'59' W 5319.59' (R) FND 2½" BC GLO 1933 S 89'58'55" W S 89'59'45" W FND 2½" BC GLO 1947 2681.80' (M) 2640.23' (M) 4 FN0 2½" BC GLO 1947 <u>≅</u> . QIL CONS. DIV DIST. 3 :92.53' (R) N 0°20°22" 2641.08' (N  $\Xi$ 8 5275.04' 5258.87' (R) SEPI 2 3 2015 2'34'56" W FND 2½" BC 33 GLO 1933 394.48 Solo Solita Office 30 SIS OF BEARINGS PO N 0'21' E O N 0'20'03" E E E E 2641.95' (M) ш ш 0'34'176" N 0'33' E 2488, 7 FND 2½" BC GLO 1947 FND 2½" BC GLO 1933 S 80'53'48" S. 89.54'46" R 9 8 ₩ ₩ 2656.29' (M) 2644.21' (M) S 89'52' W 5300.45' (R)

NORTH WEST CORNER SEC. 30 LAT. 3.6.292576° N (NAD83) LONG. 107.731976° W (NAD83) LAT. 36.292564° N (NAD27) LONG. 107.731363° W (NAD27)

SOUTHWEST CORNER SEC. 30.
LAT. 38.278070' N. (NAD83)
LONG. 107.732078' W (NAD83)
LAT. 36.278058' N (NAD27)
LONG. 107.731465' W (NAD27)

NORTHWEST CORNER SEC. 30 LAT. 36.292579° N (NADB3) LONG. 107.713923° W (NADB3) LAT. 36.292567° N (NAD27) LONG. 107.713311° W (NAD27)

SOUTHWEST CORNER SEC. 30 LAT. 36.278095' N (NAD83) LONG. 107.714102' W (NAD83) LAT. 36.278083' N (NAD27) LONG. 107.713490' W (NAD27)

#### 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 organisation 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.

Katie Wegner

Printed Vame

Signature

Kathryn.Wegner@encana.com

E-mail Address

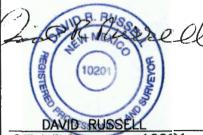
#### SURVEYOR CERTUICATION

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.

APRIL 8, 2014

Date of Survey

Signature and Seal of Professional Surveyor



Certificate Number 102()1

Escrito L30-2408 02H

SHL: 2488' FSL, 350' FWL, Sec 30, T24N, R8W BHL: 330' FSL, 2400' FEL, Sec 30, T24N, R8W

San Juan, New Mexico

# Encana Oil & Gas (USA) Inc. Drilling Plan

## 1. ESTIMATED TOPS OF GEOLOGICAL MARKERS (TVD)

The estimated tops of important geologic markers are as follows:

Formation	Depth (TVD) units = feet
San Jose Fn.	n/a
Nacimiento Fn.	surface
Ojo Alamo Ss.	875
Kirtland Shale	1,102
Fruitland Coal	1,357
Pictured Cliffs Ss.	1,641
Lewis Shale	1,735
Cliffhouse Ss.	2,478
Menefee Fn.	3,145
Point Lookout Ss.	4,042
Mancos Shale	4,265
Mancos Silt	4,812
Gallup Fn.	5,090
Base Gallup	5,421

The referenced surface elevation is 6814', KB 6830'

## 2. ESTIMATED DEPTH OF POTENTIAL WATER, OIL, GAS, & OTHER MINERAL BEARING FORMATIONS

Substance	Formation	Depth (TVD) units = feet
Water/Gas	Fruitland Coal	1,357
Oil/Gas	Pictured Cliffs Ss.	1,641
Oil/Gas	Cliffhouse Ss.	2,478
Gas	Menefee Fn.	3,145
Oil/Gas	Point Lookout Ss.	4,042
Oil/Gas	Mancos Shale	4,265
Oil/Gas	Mancos Silt	4,812
Oil/Gas	Gallup Fn.	5,090

All shows of fresh water and minerals will be reported and protected.

Escrito L30-2408 02H

SHL: 2488' FSL, 350' FWL, Sec 30, T24N, R8W BHL: 330' FSL, 2400' FEL, Sec 30, T24N, R8W

San Juan, New Mexico

#### 3. PRESSURE CONTROL

- a) Pressure contol equipment and configuration will be designed to meet 2M standards.
- b) Working pressure on rams and BOPE will be 3,000 psi.
- c) Function test and visual inspection of the BOP will be conducted daily and noted in the IADC Daily Drilling Report.
- d) The Annular BOP will be pressure tested to a minimum of 50 percent of its rated working pressure.
- e) Blind and Pipe Rams/BOP will be tested against a test plug to 100 percent of rated working pressure.
- f) Pressure tests are required before drilling out from under all casing strings set and cemented in place.
- g) BOP controls must be installed prior to drilling the surface casing plug and will remain in use until the well is completed or abandoned.
- h) BOP testing procedures and testing frequency will conform to Onshore Order No. 2.
- i) BOP remote controls shall be located on the rig floor at a location readily accessible to the driller. Master controls shall be on the ground at the accumulator and shall have the capability to function all preventers.
- j) The kill line shall be 2-inch minimum and contain two kill line valves, one of which shall be a check valve.
- k) The choke line shall be a 2-inch minimum and contain two choke line valves (2-inch minimum).
- 1) The choke and manifold shall contain two adjustable chokes.
- m) Hand wheels shall be installed on all ram preventers.
- n) Safety valves and wrenches (with subs for drill string connections) shall be available on the rig floor at all times.
- o) Inside BOP or float sub shall also be available on the rig floor at all times.

Proposed BOP and choke manifold arrangements are attached.

#### 4. CASING & CEMENTING PROGRAM

The proposed casing and cementing program has been designed to protect and/or isolate all usable water zones, potentially productive zones, lost circulation zones, abnormally pressured zones, and any prospectively valuable deposits of minerals. Any isolating medium other than cement shall receive approval prior to use. The casing setting depth shall be calculated to position the casing seat opposite a competent formation which will contain the maximum pressure to which it will be exposed during normal drilling operations. All indications of useable water shall be reported.

#### a) The proposed casing design is as follows:

Casing	Depth (MD)	Hole Size	Csg Size	Weight	Grade
Conductor	0'-60'	26"	16"	42.09#	
Surface	0'-500'	12 1/4"	9 5/8"	36#	J55, STC New
Intermediate	0'-5459'	8 3/4"	7"	26#	J55, LTC New
Production Liner	5359'-9207'	6 1/8"	4 1/2"	11.6#	B80*, LTC New

	Casing String			Casing Strength Properties			Minimum	Design	<b>Factors</b>
Size	Weight (ppf)	Grade	Connectio n	Collapse (psi)	Burst (psi)	Tensile (1000lbs)	Collapse	Burst	Tensio n
9 5/8"	36	J55	STC	2020	3520	394	1.125	1.1	1.5
7"	26	J55	LTC	4320	4980	367	1.125	1.1	1.5
4.5"	11.6	B80	LTC	6350	7780	201	1.125	1.1	1.5

<sup>\*</sup>B80 pipe specifications are attached

Casing design is subject to revision based on geologic conditions encountered



SHL: 2488' FSL, 350' FWL, Sec 30, T24N, R8W BHL: 330' FSL, 2400' FEL, Sec 30, T24N, R8W

San Juan, New Mexico

All casing strings below the conductor shall be pressure tested to 0.22 psi per foot of casing string length or 1,500 psi, whichever is greater, but not to exceed 70 percent of the minimum internal yield. If pressure declines more than 10 percent in 30 minutes, corrective action shall be taken.

#### b) The proposed cementing program is as follows:

Casing	Depth	Cement Volume	Cement Type & Yield	Designed	Centralizers
	(MD)	(sacks)		TOC	
Conductor	0'-60'	100 sks	Type I Neat 16 ppg	Surface	None
Surface	0'-500'	228 sks	Type III Cement + 1% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 0.2% bwoc FL-52A + 58.9% Fresh Water	Surface	1 per joint on bottom 3 joints
Intermediate	0'-5459'	100% open hole excess Stage 1 Lead: 508 sks Stage 1 Tail: 388 sks	Lead: PremLite + 3% CaCl + 0.25lb/sk CelloFlake + 5lb/sk LCM, 12.1ppg 2.13cuft/sk Tail: Type III Cmt + 1% CaCl + 0.25lb/sk Cello Flake 14.5ppg 1.38cuft/sk	Surface	1 every 3 joints through water bearing zones
Production Liner	5359'- 9207'	50% OH excess Stage 1 Blend Total: 222sks	Blend: Premium Lite High Strength FM + 0.7% bwoc R-3'+ 3% bwow Potassium Chloride + 0.25lbs/sack Cello Flake + 0.5% bwoc CD-32 + 1.15% bwoc FL- 52A + 60 lbs/sack Calcium Carbonate + 124.4% Fresh Water. Yield 2.63 cuft/sk	Liner Hanger	N/A

Actual volumes will be calculated and determined by conditions onsite. All cement slurries will meet or exceed minimum BLM and New Mexico Oil Conservation Division requirements. Slurries used will be the slurries listed above or equivalent slurries depending on service provider selected. Cement yields may change depending on slurries selected.

All waiting on cement times shall be a minimum of 8 hours or adequate to achieve minimum of 500 psi compressive strength at the casing shoe prior to drilling out.

#### 5. WELL PLAN & DIRECTIONAL DRILLING PROGRAM

The proposed horizontal well will have a kick off point of 2500'. Directional plans are attached.

Description	Proposed Depth (TVD/MD)	Formation
Horizontal Lateral TD	5311'/9207'	Gallup

Escrito L30-2408 02H

SHL: 2488' FSL, 350' FWL, Sec 30, T24N, R8W BHL: 330' FSL, 2400' FEL, Sec 30, T24N, R8W

San Juan, New Mexico

#### 6. DRILLING FLUIDS PROGRAM

a) Surface through Intermediate Casing Point:

				Viscosity	
Hole Size (in)	Depth (TVD/MD)	Mud Type	Density (ppg)	(sec/qt)	Fluid Loss (cc)
30"	0-60'/60'	Fresh Water	8.3-9.2	38-100	4-28
12 1/4"	0'-500'/500'	Fresh Water	8.3-10	60-70	NC
8 3/4"	500'/500'-5209'/5459	Fresh Water LSND	8.3-10	40-50	8-10

b) Intermediate Casing Point to TD:

				Viscosity	
Hole Size (in)	Depth (TVD/MD)	Mud Type	Density (ppg)	(sec/qt)	Fluid Loss (cc)
	5209'/5459'-				
6 1/8"	5311'/9207'	Fresh Water LSND	8.3-10	15-25	<15

- c) There will be sufficient mud on location to control a blowout should one occur. Mud flow and volume will be monitored both visually and with electronic pit volume totalizers. Mud tests shall be performed every 24 hours after mudding up to determine, as applicable: density, viscosity, gel strength, filtration, and pH.
- A closed-loop system will be used to recover drilling fluid and dry cuttings in both phases of the well and on all hole intervals. Above-ground tanks will be utilized to hold cuttings and fluids for rig operations. A frac tank will be on location to store fresh water. Waste will be disposed of properly at an EPA-approved hazardous waste facility. Fresh water cuttings will be disposed of at Basin Disposal, Inc. and/or Industrial Ecosystems, Inc. The location will be lined in accordance with the Surface Use Plan of Operations.

#### 7. TESTING, CORING, & LOGGING

- a) Drill Stem Testing None anticipated.
- b) Coring None anticipated.
- c) Mudd Logging Mud loggers will be on location from kick off point to TD.
- d) Logging See below

Cased Hole:

CBL/CCL/GR/VDL will be run as needed for perforating control

#### 8. ABNORMAL PRESSURES & HYDROGEN SULFIDE

The anticipated bottom hole pressure is +/- 2499 psi based on a 9.0 ppg at 5340' TVD of the horizontal lateral target. No abnormal pressure or temperatures are anticipated.

No hydrogen sulfide gas is anticipated, however, if H<sub>2</sub>S is encountered, the guidelines in Onshore Order No. 6 will be followed.

#### 9. ANTICIPATED START DATE AND DURATION OF OPERATIONS

Drilling is estimated to commence on August 25, 2015. It is anticipated that completion operations will begin within 30 days after the well has been drilled depending on fracture treatment schedules with various pumping service companies.

It is anticipated that the drilling of this well will take approximately 20 days.

		L, Sec 30, T24N, R8V		En	ca	Natural Gas			ENG: 0	2-27-15
County: San J WELL: Escri	to L30-2408 02	2H		1	NE	SUMMARY			RIG: Unassigned GLE: 6814 RKBE: 6830	
MWD	OPEN HOLE	<del></del>	DEPTH	<u> </u>	- 147		HOLE	CASING	MW	DEVIATION
LWD	LOGGING	FORM	TVD	MD			SIZE	SPECS	MUD TYPE	INFORMATION
			60	60'			26	16" 42.09# 100sx Type I Neat 16.0ppg cmt	Fresh wtr 8.3-9.2	
fulti-Well pad - take survey		San Jose Fn.	0					9 5/8" 36ppf J55 LTC	Fresh wtr	
every stand and run anti- collision report prior to spud	None	Nacimiento Fn. 9 5/8" Csg	surface	500.00			12 1/4	TOC Surface with 100% OH Excess: 228 sks Type III Cement + 1% bwoc Calcium Chloride + 0.25 lbs/sack Cellc Flake + 0.2% bwoc FL-52A + 58.9% Fresh Water.	8.3-10	Vertical <1°
		Ojo Alamo Ss.	875	300.00	'	'	$\dashv$	Presir Water.		
	No OH logs	Kirtland Shale Fruitland Coal	1,102					7" 26ppf J55 LTC	Fresh Wtr	
Survey Every 60'-120', updating anticollision		Pictured Cliffs Ss. Lewis Shale	1,641 1,735				8 3/4	TOC @ surface (100% OH excess - 70% Lead 30% Tail) Stage 1 Total: 896sks	8.3-10	Vertical <1°
report after surveys. Stop operations and contact drilling		Cliffhouse Ss. Menefee Fn.	2,478 3,145					Stage 1 Lead: 508 sks Premium Lite FM + 3% CaCl2 + 0.25/sk Cello Flake		
engineer if separation factor approaches 1.5		Point Lookout Ss. Mancos Shale	4,042 4,265					+ 5#/sk LCM-1 + 8% Bentonite + 0.4% FL-52A + 0.4% Sodium Metasilicate. Mixed at 12.1 ppg. Yield 2.13 cuft/sk.		
1.5	Mud logger onsite	КОБ	2,500	2,500				Stage 1 Tail: 388 sks Type III Cement - 1% CaCl2 + 0.25#/sk Cello Flake + 0.2% FL-52A. Mixed at 14.6 ppg. Yield		
Surveys every 30' through the curve		Mancos Sift	4,812					1.38 cuft/sk.		
		Gallup Fn.	5,090							
		7" Csg	5,209	5,459'		''	-			Horz Inc/TVD
Surveys every		Horizontal Target	5,340				6 1/8	100' overlap at liner top		90.53deg/5340ff
unless directed		TD	5,311	9,207		`	<u> </u>	3747' Drilled Lateral		TD = 9206.5 Mg
otherwise by Geologist	No OH Logs	Base Gallup	5,421					4 1/2" 11.6ppf SB80 LTC	<b>WBM</b> 8.3-10	
MWD								TOC @ hanger (50% OH excess) Stage 1 Total: 222sks		
Gamma Directional								Stage 1 Blend: 222 sks Premium Lite High Strength FM + 0.7% bwoc R-3 + 3% bwow Potassium Chloride + 0.25lbs/sack Cello Flake + 0.5% bwoc CD-32 + 1.15% bwoc FL 52A + 80 lbs/sack Calcium Carbonate + 124.4% Fresh Water. Yield 2.63 cuff/sk.		

## NOTES:

- 1) Drill with 26" bit to 60', set 16" 42.09ppf conductor pipe
- 2) Drill surface to 500', R&C 9 5/8" casing
- 3) N/U BOP and surface equipment
- 4) Drill to KOP of 2500', 8 3/4 inch holesize
- 5) Start curve at 10deg/100' build rate
- 6) Drill to csg point of 5459' MD
- 7) R&C 7" csg, circ cmt to surface
- 8) Land at ~90 deg, drill lateral to 9207' run 4 1/2 inch cemented liner

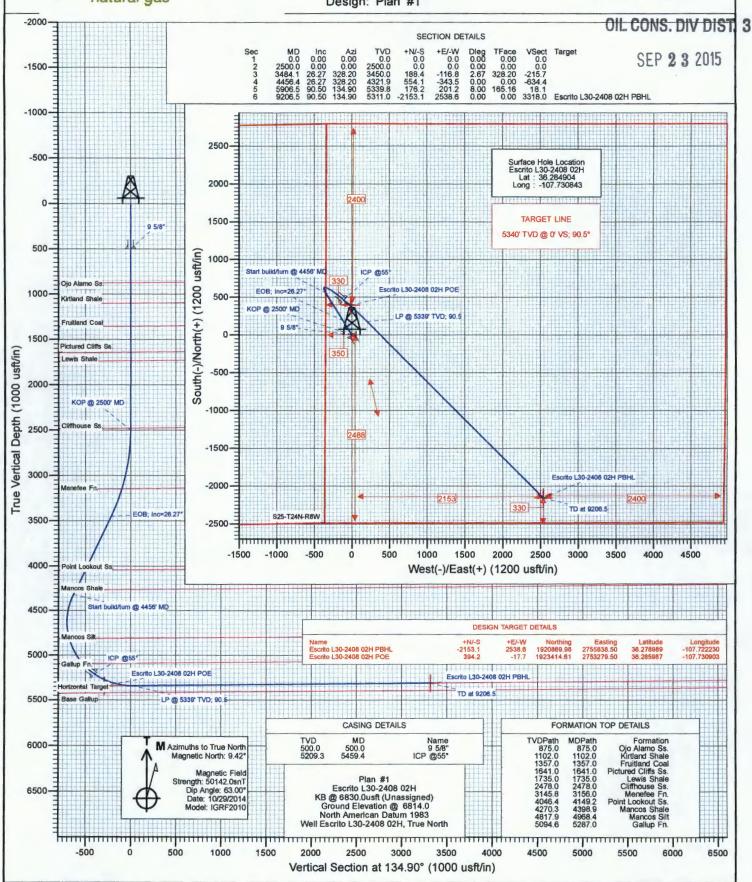
encana.

natural gas

Project: San Juan County, NM Site: S30-T24N-R8W Well: Escrito L30-2408 02H

Wellbore: HZ Design: Plan #1





**Planning Report** 

SEP 2 3 2015

Database: Company: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc

Project: Site:

San Juan County, NM S30-T24N-R8W

Well: Wellbore: Design:

Escrito L30-2408 02H HZ

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:**  Well Escrito L30-2408 02H

KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

Minimum Curvature

Project

San Juan County, NM

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983

System Datum:

Mean Sea Level

Map Zone:

New Mexico Western Zone

S30-T24N-R8W Site

Plan #1

Site Position: From:

Lat/Long

Northing: Easting:

1,925,369.88 usft 2,753,359.06 usft

Latitude:

Longitude:

36,291358 -107.730626

**Position Uncertainty:** 

0.0 usft

0.0 usft

Slot Radius:

13-3/16"

**Grid Convergence:** 

0.06°

Well Escrito L30-2408 02H

**Well Position** 

+N/-S +E/-W

0.0 usft 0.0 usft Northing: Easting:

1,923,020.39 usft 2,753,297.60 usft

Latitude:

Dip Angle

36.284904

50,142

Field Strength

(nT)

**Position Uncertainty** 

Wellhead Elevation:

0.0 usft

Longitude: **Ground Level:**  -107.730843 6,814.0 usft

Wellbore

HZ

Plan #1

Magnetics	Model Name	Sample Date	Declination (°)
were u	IGRF2010	10/29/2014	

Tie On Depth:

0.0

63.00

Version: Vertical Section:

Design **Audit Notes:** 

> Phase: Depth From (TVD)

> > (usft)

0.0

PLAN

+N/-S (usft)

9.42

(usft) 0.0

Direction (°) 134.90

Plan Sections									-	
Measured Depth (usft)	Inclination (*)	Azimuth	Vertical Depth (usft)	+N/-S (nen)	+E/-W (unft)	Dogleg Rate (*/100usft)	Build Rate ("/100usft)	Turn Rate ("/100usft)	TFO [7]	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
2,500.0	0.00	0.00	2,500.0	0.0	0.0	0.00	0.00	0.00	0.00	
3,484.1	26.27	328.20	3,450.0	188.4	-116.8	2.67	2.67	0.00	328.20	
4,456.4	26.27	328.20	4,321.9	554.1	-343.5	0.00	0.00	0.00	0.00	
5,906.5	90.50	134.90	5,339.8	176.2	201.2	8.00	4.43	11.50	165.16	
9.206.5	90.50	134.90	5.311.0	-2.153.1	2.538.6	0.00	0.00	0.00	0.00	Escrito L30-2408 02H

0.0

**Planning Report** 

Database: Company: Project: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc San Juan County, NM

Site: Well:

S30-T24N-R8W Escrito L30-2408 02H

Wellbore: Design: HZ Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well Escrito L30-2408 02H KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

True

easured			Vertical			Vertical	Dogleg	Build	Comments /
Depth (usft)	Inclination (°)	Azimuth	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft	Rate (°/100u	Formations
0.0	0.00	0.00	0.0	0.0	0.0	0.0	0.00	0.00	
100.0	0.00	0.00	100.0	0.0	0.0	0.0	0.00	0.00	
200.0	0.00	0.00	200.0	0.0	0.0	0.0	0.00	0.00	
300.0	0.00	0.00	300.0	0.0	0.0	0.0	0.00	0.00	
400.0	0.00	0.00	400.0	0.0	0.0	0.0	0.00	0.00	
		0.00	500.0		0.0	0.0	0.00		9 5/8"
500.0	0.00			0.0			0.00	0.00	3 3/0
600.0	0.00	0.00	600.0	0.0	0.0	0.0		0.00	
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00		
800.0	0.00	0.00	800.0	0.0	0.0	0.0	0.00	0.00	Ole Alema Se
875.0	0.00	0.00	875.0	0.0	0.0	0.0	0.00	0.00	Ojo Alamo Ss.
900.0	0.00	0.00	900.0	0.0	0.0	0.0	0.00	0.00	
1,000.0	0.00	0.00	1,000.0	0.0	0.0	0.0	0.00	0.00	
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	
1,102.0	0.00	0.00	1,102.0	0.0	0.0	0.0	0.00		Kirtland Shale
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	
1,357.0	0.00	0.00	1,357.0	0.0	0.0	0.0	0.00		Fruitland Coal
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	
1,500.0	0.00	0.00	1,500.0	0.0	0.0	0.0	0.00	0.00	
1,600.0	0.00	0.00	1,600.0	0.0	0.0	0.0	0.00	0.00	
1,641.0	0.00	0.00	1,641.0	0.0	0.0	0.0	0.00	0.00	Pictured Cliffs Ss.
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	rictured Online Os.
						0.0	0.00	0.00	Lewis Shale
1,735.0	0.00	0.00	1,735.0	0.0	0.0				Lewis Strate
1,800.0	0.00	0.00	1,800.0 1,900.0	0.0	0.0	0.0	0.00	0.00	
2,000.0	0.00	0.00	2,000.0	0.0	0.0	0.0	0.00	0.00	
2,100.0	0.00	0.00	2,100.0	0.0	0.0	0.0	0.00	0.00	
2,200.0	0.00	0.00	2,200.0	0.0	0.0	0.0	0.00	0.00	
2,300.0	0.00	0.00	2,300.0	0.0	0.0	0.0	0.00	0.00	
2,400.0	0.00	0.00	2,400.0	0.0	0.0	0.0	0.00	0.00	
2,478.0	0.00	0.00	2,478.0	0.0	0.0	0.0	0.00	0.00	Cliffhouse Ss.
2,500.0	0.00	0.00	2,500.0	0.0	0.0	0.0	0.00		KOP @ 2500' MD
2,600.0	2.67	328.20	2,600.0	2.0	-1.2	-2.3	2.67	2.67	
2,700.0	5.34	328.20	2,699.7	7.9	-4.9	-9.1	2.67	2.67	
2,800.0	8.01	328.20	2,799.0	17.8	-11.0	-20.4	2.67	2.67	
2,900.0	10.68	328.20	2,897.7	31.6	-19.6	-36.2	2.67	2.67	
3,000.0	13.35	328.20	2,995.5	49.3	-30.5	-56.4	2.67	2.67	
3,100.0	16.01	328.20	3,092.2	70.8	-43.9	-81.1	2.67	2.67	
3,156.0	17.51	328.20	3,145.8	84.5	-52.4	-96.8	2.67		Menefee Fn.
3,200.0	18.68	328.20	3,187.7	96.1	-59.6	-110.1	2.67	2.67	
3,300.0	21.35	328.20	3,281.6	125.2	-77.6	-143.4	2.67	2.67	
3,400.0	24.02	328.20	3,373.9	158.0	-98.0	-180.9	2.67	2.67	FOR 100 079
3,484.1	26.27	328.20	3,450.0	188.4	-116.8	-215.7	2.67		EOB; Inc=26.27°
3,500.0	26.27	328.20	3,464.3	194.4	-120.5	-222.5	0.00	0.00	
3,600.0	26.27	328.20	3,553.9	232.0	-143.8	-265.6	0.00	0.00	
3,700.0	26.27	328.20	3,643.6	269.6	-167.1	-308.7	0.00	0.00	
3,800.0	26.27	328.20	3,733.3	307.2	-190.4	-351.7	0.00	0.00	
3,900.0	26.27	328.20	3,822.9	344.8	-213.8	-394.8	0.00	0.00	
4,000.0	26.27	328.20	3,912.6	382.4	-237.1	-437.9	0.00	0.00	
4,100.0	26.27	328.20	4,002.3	420.0	-260.4	-481.0	0.00	0.00	
4,149.2	26.27	328.20	4,046.4	438.5	-271.9	-502.1	0.00	0.00	Point Lookout Ss.
4,200.0	26.27	328.20	4,092.0	457.7	-283.7	-524.0	0.00	0.00	

**Planning Report** 

Database: Company: Project: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc San Juan County, NM

Site: Well:

S30-T24N-R8W Escrito L30-2408 02H

Wellbore: HZ Design: Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: Survey Calculation Method: Well Escrito L30-2408 02H KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

True

easured			Vertical			Vertical	Dogleg	Build	Comments /
Depth (usft)	Inclination (°)	Azimuth (°)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Section (usft)	Rate (°/100usft	Rate (°/100u	Formations
4,300.0	26.27	328.20	4,181.6	495.3	-307.0	-567.1	0.00	0.00	
4,398.9	26.27	328.20	4,270.3	532.5	-330.1	-609.7	0.00	0.00	Mancos Shale
4,400.0	26.27	328.20	4,271.3	532.9	-330.4	-610.2	0.00	0.00	
4,456.4	26.27	328.20	4,321.9	554.1	-343.5	-634.4	0.00	0.00	Start build/turn @ 4456' MD
4,500.0	22.91	330.50	4,361.5	569.7	-352.8	-652.0	8.00	-7.70	
4,600.0	15.42	339.26	4,455.9	599.1	-367.1	-682.9	8.00	-7.49	
4,700.0	8.85	1.92	4,553.7	619.3	-371.5	-700.3	8.00	-6.57	
4,800.0	6.80	61.84	4,652.9	629.8	-366.1	-703.8	8.00	-2.05	
4,900.0	11.90	102.07	4,751.7	630.4	-350.7	-693.4	8.00	5.10	
4,968.4	16.74	112.56	4,817.9	625.2	-334.7	-678.4	8.00	7.08	Mancos Silt
5,000.0	19.09	115.60	4,848.0	621.2	-325.9	-669.3	8.00	7.43	
5,100.0	26.73	121.75	4,940.0	602.3	-291.9	-631.9	8.00	7.64	
5,200.0	34.53	125.30	5,026.0	574.0	-249.6	-582.0	8.00	7.80	
5,287.0	41.37	127.40	5,094.6	542.2	-206.6	-529.1	8.00		Gallup Fn.
5,300.0	42.39	127.67	5,104.3	537.0	-199.7	-520.5	8.00	7.88	
5,400.0	50.29	129.41	5,173.3	491.9	-143.2	-448.6	8.00	7.90	
5,459.4	55.00	130.26	5,209.3	461.6	-107.0	-401.6	8.00		ICP @55°
5,500.0	58.21	130.79	5,231.6	439.6	-81.2	-367.8	8.00	7.93	
5,600.0	66.15	131.95	5,278.3	381.2	-14.9	-279.6	8.00	7.93	2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2
5,611.6	67.07	132.08	5,282.9	374.0	-7.0	-268.9	8.00		Escrito L30-2408 02H POE
5,700.0	74.09	132.98	5,312.2	317.7	54.4	-185.7	8.00	7.94	
5,800.0	82.04	133.93	5,332.9	250.5	125.3	-88.0	8.00	7.95	
5,900.0	89.98	134.84	5,339.9	180.7	196.6	11.7	8.00	7.95	
5,906.5	90.50	134.90	5,339.8	176.2	201.2	18.1	8.00		LP @ 5339' TVD; 90.5
6,000.0	90.50	134.90	5,339.0	110.2	267.4	111.7	0.00	0.00	
6,100.0	90.50	134.90	5,338.1	39.6	338.2	211.6	0.00	0.00	
6,200.0	90.50	134.90	5,337.3	-31.0	409.1	311.6	0.00	0.00	
6,300.0	90.50	134.90	5,336.4	-101.6	479.9	411.6	0.00	0.00	
6,400.0	90.50	134.90	5,335.5	-172.2	550.7	511.6	0.00	0.00	
6,500.0	90.50	134.90	5,334.7	-242.8	621.6	611.6	0.00	0.00	
6,600.0	90.50	134.90	5,333.8	-313.3	692.4	711.6	0.00	0.00	
6,700.0	90.50 90.50	134.90 134.90	5,332.9 5,332.0	-383.9 -454.5	763.2 834.1	811.6 911.6	0.00	0.00	
6,900.0	90.50	134.90	5,331.2	-525.1	904.9	1,011.6	0.00	0.00	
7,000.0	90.50	134.90	5,330.3	-595.7	975.7	1,111.6	0.00	0.00	
7,100.0	90.50 90.50	134.90	5,329.4 5,328.5	-666.3 -736.8	1,046.6 1,117.4	1,211.6 1,311.6	0.00	0.00	
7,200.0	90.50	134.90 134.90	5,326.5	-807.4	1,117.4	1,411.6	0.00	0.00	
7,400.0	90.50	134.90	5,326.8	-878.0	1,259.0	1,511.6	0.00	0.00	
7,500.0	90.50	134.90	5,325.9	-948.6	1,329.9	1,611.6	0.00	0.00	
7,600.0	90.50	134.90	5,325.1	-1,019.2	1,400.7	1,711.6	0.00	0.00	
7,700.0	90.50	134.90	5,324.2	-1,089.8	1,471.5	1,811.6	0.00	0.00	
7,800.0	90.50	134.90	5,323.3	-1,160.3	1,542.4	1,911.6	0.00	0.00	
7,900.0	90.50	134.90	5,322.4	-1,230.9	1,613.2	2,011.6	0.00	0.00	
8,000.0	90.50	134.90	5,321.6	-1,301.5	1,684.0	2,111.6	0.00	0.00	
8,100.0	90.50	134.90	5,320.7	-1,372.1	1,754.9	2,211.6	0.00	0.00	
8,200.0	90.50	134.90	5,319.8	-1,442.7	1,825.7	2,311.6	0.00	0.00	
8,300.0	90.50	134.90	5,318.9	-1,513.3	1,896.5	2,411.6	0.00	0.00	
8,400.0	90.50	134.90	5,318.1	-1,583.9	1,967.4	2,511.6	0.00	0.00	
8,500.0	90.50	134.90	5,317.2	-1,654.4	2,038.2	2,611.6	0.00	0.00	
8,600.0	90.50	134.90	5,316.3	-1,725.0	2,109.0	2,711.6	0.00	0.00	
8,700.0	90.50	134.90	5,315.5	-1,795.6	2,179.9	2,811.5	0.00	0.00	

Planning Report

Database: Company: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc San Juan County, NM

Project: Site: Well:

S30-T24N-R8W Escrito L30-2408 02H

Wellbore: Design:

HZ Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Escrito £30-2408 02H KB @ 6830.0usft (Unassigned)

KB @ 6830.0usft (Unassigned) True

inned Surve	у								
Measured Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft	Build Rate (°/100u	Comments / Formations
8,800.0	90.50	134.90	5,314.6	-1,866.2	2,250.7	2,911.5	0.00	0.00	
8,900.0	90.50	134.90	5,313.7	-1,936.8	2,321.5	3,011.5	0.00	0.00	
9,000.0	90.50	134.90	5,312.8	-2,007.4	2,392.4	3,111.5	0.00	0.00	
9,100.0	90.50	134.90	5,312.0	-2,077.9	2,463.2	3,211.5	0.00	0.00	
9,200.0	90.50	134.90	5,311.1	-2,148.5	2,534.0	3,311.5	0.00	0.00	
9,206.5	90.50	134.90	5,311.0	-2,153.1	2,538.6	3,318.0	0.00	0.00	TD at 9206.5 - Escrito L30-2408 02H PBH

Targets									
Target Name - hit/miss target - Shape	Dip Angle	Dip Dir.	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Escrito L30-2408 02H Po - plan misses target - Point		0.00 Jusft at 5611.	5,342.5 6usft MD (52	394.2 282.9 TVD, 37	-17.7 (4.0 N, -7.0 E)	1,923,414.61	2,753,279.50	36.285987	-107.730903
Escrito L30-2408 02H PI - plan hits target cen - Point		0.00	5,311.0	-2,153.1	2,538.6	1,920,869.98	2,755,838.50	36.278989	-107.722230

Casing Points							
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (")	Hole Diameter (")	
	500.0	500.0	9 5/8"		0	0	
	5,459.4	5,209.3	ICP @55°		0	0	

Formations						
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
	875.0	875.0	Ojo Alamo Ss.		-0.50	134.90
	1,102.0	1,102.0	Kirtland Shale		-0.50	134.90
	1,357.0	1,357.0	Fruitland Coal		-0.50	134.90
	1,641.0	1,641.0	Pictured Cliffs Ss.		-0.50	134.90
	1,735.0	1,735.0	Lewis Shale		-0.50	134.90
	2,478.0	2,478.0	Cliffhouse Ss.		-0.50	134.90
	3,156.0	3,145.0	Menefee Fn.		-0.50	134.90
	4,149.2	4,042.0	Point Lookout Ss.		-0.50	134.90
	4,398.9	4,265.0	Mancos Shale		-0.50	134.90
	4,968.4	4,812.0	Mancos Silt		-0.50	134.90
	5,287.0	5,090.0	Gallup Fn.		-0.50	134.90

Planning Report

Database: Company: Project:

Site:

USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc

San Juan County, NM S30-T24N-R8W Escrito L30-2408 02H

Well: Escrito I Wellbore: HZ Design: Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Escrito L30-2408 02H KB @ 6830.0usft (Unassigned)

KB @ 6830.0usft (Unassigned)

True

Dian		

Meas	ured	Vertical	Local Coor	dinates		
Dep (us		Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment	
2,	,500.0	2,500.0	0.0	0.0	KOP @ 2500' MD	
3,	484.1	3,450.0	188.4	-116.8	EOB; Inc=26.27°	
4,	,456.4	4,321.9	554.1	-343.5	Start build/turn @ 4456' MD	
5,	,906.5	5,339.8	176.2	201.2	LP @ 5339' TVD; 90.5	
9.	206.5	5,311.0	-2,153.1	2,538.6	TD at 9206.5	

# EnCana Oil & Gas (USA) Inc

San Juan County, NM S30-T24N-R8W Escrito L30-2408 02H HZ Plan #1

# **Anticollision Report**

31 October, 2014

Anticollision Report

Company: Project:

EnCana Oil & Gas (USA) Inc

San Juan County, NM S30-T24N-R8W

Reference Site: Site Error:

0.0usft

Reference Well:

Escrito L30-2408 02H

Well Error: Reference Wellbore Reference Design:

0.0usft HZ Plan #1

TVD Reference: **MD Reference:** North Reference:

**Survey Calculation Method:** 

Local Co-ordinate Reference:

Output errors are at Database:

Offset TVD Reference:

Well Escrito L30-2408 02H

KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Reference

Filter type:

GLOBAL FILTER APPLIED: All wellpaths within 200'+ 100/1000 of reference MD Interval 100.0usft

Interpolation Method: Depth Range: Results Limited by:

Unlimited

Error Model:

Scan Method: **Error Surface:**  Systematic Ellipse

Closest Approach 3D Elliptical Conic

Survey Tool Program

Warning Levels Evaluated at:

2.00 Sigma

Maximum center-center distance of 1,120.6usft

Date 10/31/2014

From (usft) To

(usft) Survey (Wellbore)

**Tool Name** 

Description

0.0

9,206.5 Plan #1 (HZ)

Geolink MWD

Geolink MWD

ummary						
Site Name Offset Well - Wellbore - Design	Reference Measured Depth (usft)	Offset Measured Depth (usft)	Dista Between Centres (usft)	Between Ellipses (usft)	Separation Factor	Warning
S30-T24N-R8W						
Escrito L30-2408 01H - HZ - Plan #1	2,831.4	2,830.1	16.2	6.3	1.640	CC, ES, SF
S32-T24N-R8W (Escrito)						
Escrito D32-2408 01H - Hz - Plan #2	9,206.5	8,331.7	729.3	594.7	5.417	CC, ES, SF

Anticollision Report

Company:

EnCana Oil & Gas (USA) Inc

Project:

San Juan County, NM S30-T24N-R8W

Reference Site: Site Error:

0.0usft

Reference Well:

Escrito L30-2408 02H

Well Error: Reference Wellbore Reference Design:

HZ

0.0usft

Plan #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Output errors are at

Database: Offset TVD Reference: Well Escrito L30-2408 02H KB @ 6830.0usft (Unassigned)

KB @ 6830.0usft (Unassigned)

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Offset Design S30-T24N-R8W - Escrito L30-2408 01H - HZ - Plan #1  Offset Design S30-T24N-R8W - Escrito L30-2408 01H - HZ - Plan #1  Offset Well Error:													ffset Well Error:	0.0 u
Survey Program: U-Seculink mvVU  Reference Offset Semi Major Axis Distance														
easured Vertical		Measured	Vertical	Reference	Offset	Highside	Offset Wellbore Centre		Between	Between	Total	Separation	Warning	
Depth (usft)	Depth (usft)	Depth (usft)	Depth (usft)	(usft)	(usft)	Toolface (*)	+N/-S (usft)	+E/-W (usft)	Centres (usft)	Ellipses (usft)	Uncertainty	Factor		
0.0	0.0	0.0	0.0	0.0	0.0	0.58	30.2	0.3	30.2					
100.0	100.0	100.0	100.0	0.1	0.1	0.56	30.2	0.3	30.2	29.9	0.29	103.049		
200.0	200.0	200.0	200.0	0.3	0.3	0.58	30.2	0.3	30.2	29.6	0.64	47.044		
300.0	300.0	300.0	300.0	0.5	0.5	0.58	30.2	0.3	30.2	29.2	0.99	30.479		
400.0	400.0	400.0	400.0	0.7	0.7	0.56	30.2	0.3	30.2	28.9	1.34	22.542		
500.0	500.0	500.0	500.0	0.8	0.8	0.56	30.2	0.3	30.2	28.5	1.69	17.885		
300.0	300.0	300.0	300.0	0.0	0.0	0.50	00.2	0.0	00.2	20.0	1.00			
600.0	800.0	600.0	600.0	1.0	1.0	0.56	30.2	0.3	30.2	26.2	2.04	14.822		
700.0	700.0	700.0	700.0	1.2	1.2	0.56	30.2	0.3	30.2	27.8	2.39	12.655		
800.0	800.0	800.0	800.0	1.4	1.4	0.56	30.2	0.3	30.2	27.5	2.74	11.041		
900.0	900.0	900.0	900.0	1.5	1.5	0.56	30.2	0.3	30.2	27.1	3.09	9.792		
1,000.0	1,000.0	1,000.0	1,000.0	1.7	1.7	0.56	30.2	0.3	30.2	26.8	3.43	8.797		
4 400 0	4 400 0	4 400 0	4 400 0	4.0	4.0	0.60	30.2	0.3	30.2	26.4	3.78	7.985		
1,100.0	1,100.0	1,100.0	1,100.0	1.9	1.9	0.58								
1,200.0	1,200.0	1,200.0	1,200.0	2.1	2.1	0.56	30.2	0.3	30.2	26.1	4.13	7.311		
1,300.0	1,300.0	1,300.0	1,300.0	2.2	2.2	0.56	30.2	0.3	30.2	25.7	4.48	6.742		
1,400.0	1,400.0	1,400.0	1,400.0	2.4	2.4	0.56	30.2	0.3	30.2	25.4	4.83	6.254		
1,500.0	1,500.0	1,500.0	1,500.0	2.6	2.6	0.58	30.2	0.3	30.2	25.0	5.18	5.833		
1,600.0	1,600.0	1,600.0	1,600.0	2.8	2.8	0.56	30.2	0.3	30.2	24.7	5.53	5.465		
1,700.0	1,700.0	1,700.0	1,700.0	2.9	2.9	0.56	30.2	0.3	30.2	24.3	5.88	5.140		
1,800.0	1,800.0	1,800.0	1,800.0	3.1	3.1	0.56	30.2	0.3	30.2	24.0	6.23	4.852		
	1,900.0	1,900.0	1,900.0	3.3	3.3	0.56	30.2	0.3	30.2	23.6	6.58	4.595		
1,900.0	2,000.0	2,000.0	2,000.0	3.5	3.5	0.56	30.2	0.3	30.2	23.3	6.93	4.363		
2,500,0	2,000.0	_,000.0	_,,,,,,,,	5.0		0,00				2.10				
2,100.0	2,100.0	2,100.0	2,100.0	3.6	3.6	0.56	30.2	0.3	30.2	22.9	7.27	4.154		
2,200.0	2,200.0	2,200.0	2,200.0	3.8	3.6	0.56	30.2	0.3	30.2	22.6	7.62	3.963		
2,300.0	2,300.0	2,300.0	2,300.0	4.0	4.0	0.56	30.2	0.3	30.2	22.2	7.97	3.790		
2,400.0	2,400.0	2,400.0	2,400.0	4.2	4.2	0.58	30.2	0.3	30.2	21.9	8.32	3.631		
2,500.0	2,500.0	2,500.0	2,500.0	4.3	4.3	0.56	30.2	0.3	30.2	21.5	8.67	3.485		
2,600.0	2,600.0	2,800.0	2,600.0	4.5	4.5	34.91	30.2	0.3	26.3	19.3	9.02	3.136		
2,700.0	2,699.7	2,699.7	2,699.7	4.7	4.7	45.05	30.2	0.3	22.9	13.5	9.36	2.447		
2,800.0	2,799.0	2,799.0	2,799.0	4.9	4.9	74.28	30.2	0.3	16.8	7.1	9.73	1.727		
			2,830.1	5.0	4.9	90.00	30.2	0.3	16.2	6.3	9.86	1.640 CC, E	S SF	
2,831.4	2,830.1 2,897.7	2,830.1 2,897.7	2,897.7	5.1	5.0	125.26	30.2	0.3	19.9	9.9	10.07	1.978	0, 01	
2,800.0	2,007.7	2,001.1	2,001.7	5.1	3.0	120.20	30.2	0.0	10.0	0.0	10.01	1.010		
3,000.0	2,995.5	2,995.5	2,995.5	5.3	5.2	152.88	30.2	0.3	36.2	25.9	10.30	3.519		
3,100.0	3,092.2	3,092.2	3,092.2	5.6	5.4	163.77	30.2	0.3	60.0	49.5	10.54	5.693		
3,200.0	3,187.7	3,187.7	3,187.7	6.0	5.5	188.97	30.2	0.3	89.1	78.3	10.77	8.268		
3,300.0		3,281.6	3,261.6	6.4	5.7	171.89	30.2	0.3	122.9	111.9	10.99	11.178		
3,400.0		3,373.9	3,373.9	6.9	5.9	173.70	30.2	0.3	161.2	150.0	11.20	14.397		
						45.00					44.74	47.007		
3,500.0	3,464.3	3,464.3	3,464.3	7.5	6.0	174.93	30.2	0.3	203.8	192.4	11.41	17.887		
3,600.0		3,553.9	3,553.9	8.1	6.2	175.83	30.2	0.3	247.9	236.2	11.73	21.130		
3,700.0	3,643.6	3,643.6	3,643.6	8.8	6.3	176.46	30.2	0.3	292.1	280.1	12.06	24.217		
3,800.0	3,733.3	3,733.3	3,733.3	9.5	6.5	176.93	30.2	0.3	336.3	323.9	12.39	27.142		
3,900.0	3,822.9	3,822.9	3,822.9	10.2	6.6	177.28	30.2	0.3	380.5	367.8	12.72	29.916		
4,000.0	3,912.6	3,912.6	3,912.6	10.9	8.8	177.57	30.2	0.3	424.7	411.7	13.05	32.551		
4,100.0		4,002.3	4,002.3	11.6	7.0	177.80	30.2	0.3	469.0	455.6	13.38	35.058		
4,200.0		4,092.0	4,092.0	12.4	7.1	177.99	30.2	0.3	513.2			37.445		
						178.15	30.2	0.3	557.4	543.4		39.721		
4,300.0		4,181.8 4,322.6	4,181.6 4,322.4	13.1 13.9	7.3 7.5	177.92	35.8	1.7	600.0	565.5		41.517		
→,+00.0	7,2/1.3	7,322.0	7,322.4	13.8	1.3	111.02	30.0	1.7	000.0	500.5	14,40			
4,500.0	4,361.5	4,543.5	4,533.8	14.8	8.0	171.90	94.9	16.5	625.7	610.3		40.665		
4,600.0	4,455.9	4,750.5	4,706.4	15.1	8.9	156.50	204.4	44.0	622.5	605.3	17.13	36.341		
4,700.0	4,553.7	4,959.1	4,885.7	15.4	10.3	126.24	338.0	45.0	591.6	572.2	19.37	30,536		
4,800.0		5,139.1	4,996.8	15.6	11.8	59.80	448.9	-2.3	533.5	512.3	21.30	25,053		
4,900.0		5,263.3	5,083.5	15.5	12.9	11.60	519.1	-59.4	455.4	432.5	22.93	19.859		
5,000.0	4,848.0	5,336.7	5,129.7	15.3	13.6	-17.40	557.3	-101.8	365.6	340.2	25.39	14.399		

Anticollision Report

Company: Project: EnCana Oil & Gas (USA) Inc

Reference Site:

San Juan County, NM S30-T24N-R8W

Site Error:

0.0usft

Reference Well:

Escrito L30-2408 02H

Well Error: Reference Wellbore Reference Design:

0.0usft HZ Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference: Survey Calculation Method:

Output errors are at

Database: Offset TVD Reference: Well Escrito L30-2408 02H

KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

nue

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Offset Design S30-T24N-R8W - Escrito L30-2408 01H - HZ - Plan #1										Offset Site Error:	0.0 usf			
Reference		Geolink MWD Offset		Semi Major Axis				Offset Well Error:	0.0 us					
Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbon +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Total Uncertainty Axis	Separation Factor	Warning	
5,100.0	4,940.0	5,373.2	5,151.3	14.9	13.9	-55.54	575.1	-125.1	270.6	242.7	27.88	9.703		
5,200.0	5,026.0	5,384.2	5,157.7	14.3	14.1	-89.09	580.3	-132.4	178.4	150.8	25.61	6.886		
5,300.0	5,104.3	5,377.2	5,153.7	13.6	14.0	-97.04	577.0	-127.8	96.0	71.8	24.18	3.972		
5,358.5	5,145.8	5,366.9	5,147.6	13.2	13.9	-91.85	572.1	-121.0	76.3	51.9	24.43	3.125		
5,400.0	5,173.3	5,357.2	5,141.9	12.9	13.8	-84.36	587.4	-114.7	86.6	61.9	24.69	3.507		
5,500.0	5,231.6	5,327.2	5,123.9	12.3	13.5	-58.27	552.5	-96.0	156.8	133.6	23.15	6.772		
5,600.0	5,278.3	5,289.4	5,100.3	11.7	13.1	-35.29	533.0	-73.8	241.2	222.5	18.76	12.858		
5,700.0	5,312.2	5,245.7	5,072.0	11.4	12.7	-21.64	509.6	-50.1	324.8	309.5	15.29	21.238		
5,800.0	5,332.9	5,200.0	5,041.2	11.2	12.3	-13.87	484.1	-27.9	403.9	390.5	13.46	30.015		
5,900.0	5,339.9	5,150.0	5,006.5	11.8	11.9	-8.78	455.3	-8.5	477.2	484.4	12.79	37.311		
6,000.0	5,339.0	5,100.0	4,970.7	12.9	11.4	-8.57	425.5	11.7	548.2	535.4	12.81	42.783		
6,100.0	5,338.1	5,050.0	4,934.0	14.2	11.0	-4.44	395.0	28.6	621.9	609.0	12.87	48.322		
6,200.0	5,337.3	5,000.0	4,896.6	15.6	10.7	-2.29	363.8	38.1	698.3	685.4	12.95	53.914		
6,300.0	5,338.4	4,970.0	4,874.0	17.2	10.4	-0.99	344.9	43.4	777.0	763.9	13.12	59.223		
6,400.0	5,335.5	4,938.8	4,848.7	18.8	10.2	0.44	323.7	47.8	857.9	844.6	13.30	64.524		
6,500.0	5,334.7	4,900.0	4,820.6	20.6	9.9	2.00	300.2	50.8	940.7	927.2	13.50	69.700		
6,600.0	5,333.8	4,880.0	4,805.3	22.4	9.8	2.85	287.4	51.7	1,025.0	1,011.3	13.74	74.598		
6,700.0	5,332.9	4,850.0	4,782.3	24.3	9.6	4.11	268.1	52.0	1,111.0	1,096.9	14.02	79.245		

**Anticollision Report** 

Company: Project:

EnCana Oil & Gas (USA) Inc

Reference Site:

San Juan County, NM S30-T24N-R8W

Site Error:

0.0usft

Reference Well:

Well Error: Reference Wellbore Reference Design:

Escrito L30-2408 02H

0.0usft HZ Plan #1 Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Output errors are at

Offset TVD Reference:

Well Escrito L30-2408 02H

KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Offset De	sign	S32-T2	4N-R8W (	Escrito) - E	scrito D3	2-2408 01H	- Hz - Plan #2					0	fiset Site Error:	0.0 usi
Survey Progr	ram: 0-G	Bolink MWD										Of	set Well Error:	0.0 ust
Reference		Offset		Semi Major	Axis				Distance					
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (*)	Offset Wellbor +N/-8 (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Total Uncertainty Axis	Separation Factor	Warning	
8,700.0	5,315.5	8,689.8	5,440.2	65.4	77.0	90.03	-2,883.1	2,181.9	1,087.5	957.4	130.08	8.360		
8,800.0	5,314.6	8,619.1	5,440.5	67.5	75.3	90.10	-2,882.9	2,252.6	1,016.8	885.8	130.98	7.763		
8,900.0	5,313.7	8,548.4	5,440.9	69.6	73.6	90.17	-2,882.8	2,323.3	946.1	814.2	131.87	7.174		
9,000.0	5,312.8	8,477.7	5,441.3	71.7	71.9	90.28	-2,882.7	2,394.0	875.3	742.6	132.77	6.593		
9,100.0	5,312.0	8,407.0	5,441.6	73.8	70.2	90.37	-2,882.6	2,464.7	804.6	671.0	133.68	6.019		
9,200.0	5,311.1	8,336.3	5,442.0	75.9	68.5	90.49	-2,882.4	2,535.3	733.9	599.3	134.58	5.453		
9,206.5	5,311.0	8,331.7	5,442.0	76.1	68.4	90.50	-2,882.4	2,539.9	729.3	594.7	134.64	5.417 CC, ES	SF	

Anticollision Report

Company: Project: EnCana Oil & Gas (USA) Inc

Reference Site:

San Juan County, NM S30-T24N-R8W

Site Error:

0.0usft

Reference Well:

Reference Design:

Escrito L30-2408 02H

Well Error: Reference Wellbore

0.0usft HZ

Plan #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference:
North Reference:

Well Escrito L30-2408 02H KB @ 6830.0usft (Unassigned) KB @ 6830.0usft (Unassigned)

True

Survey Calculation Method:

Output errors are at

2.00 sigma

Database: USA

USA EDM 5000 Multi Users DB

Offset TVD Reference:

Offset Datum

Minimum Curvature

Reference Depths are relative to KB @ 6830.0usft (Unassigned)

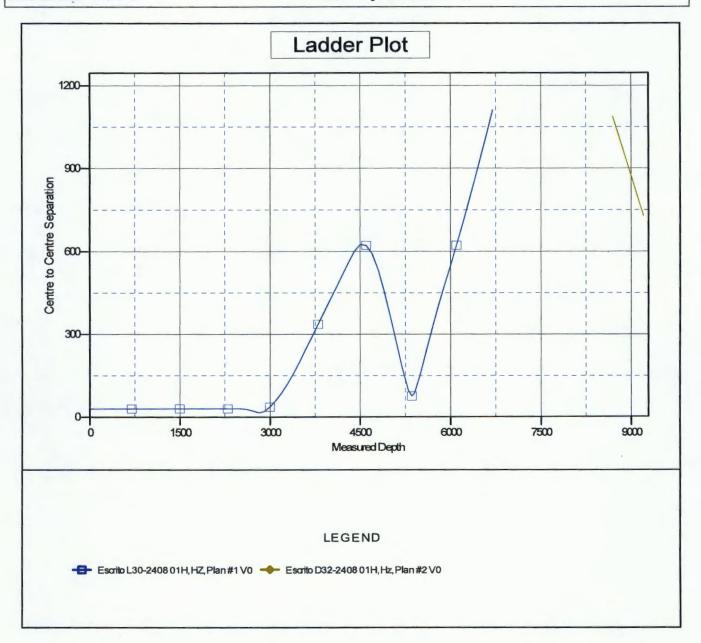
Offset Depths are relative to Offset Datum

Central Meridian is -107.833333 °

Coordinates are relative to: Escrito L30-2408 02H

Coordinate System is US State Plane 1983, New Mexico Western Zone

Grid Convergence at Surface is: 0.06°



Escrito L30-2408 02H

SHL: NWSW Section 30, T24N, R8W

2488 FSL and 350 FWL

BHL: SWSE Section 30, T24N, R8W

330 FSL and 2400 FEL San Juan County, New Mexico

Lease Number: NM 54980 & NM 54981

Topsoil will be stockpiled separate from subsoil with a noticeable gap left between the stockpiles. Vehicle/equipment traffic will be prevented from crossing topsoil stockpiles.

Topsoil will not be stripped when soils are moisture-saturated or frozen below the stripping depth.

If the location becomes prone to wind or water erosion, Encana will take appropriate measures to prevent topsoil loss from wind. Such measures may include using tackifiers or water to wet the topsoil stockpile so that a crust is created across the exposed soil to prevent soil loss.

All construction materials for the well pad will consist of native borrow and subsoil
accumulated during well pad construction. If additional fill or surfacing material is required, it
will be obtained from existing permitted or private sources and will be hauled in by trucks over
existing access roads.

The maximum cut will be approximately 18.7 feet between corner 2 and corner 3, and the maximum fill will be approximately 15.8 feet corner 6.

- 4. As determined during the onsite on September 10, 2014, the following best management practices will be implemented:
  - a. Water will be diverted around the pad center right toward corner 2 into a silt trap. Water will be diverted around the pad center right toward corner 3 into a silt trap.
  - b. One silt trap will be constructed at corner 2 within the EOD. One silt trap will be constructed at corner 3 within the EOD. See Sheet G-2 for details
- Construction equipment may include chain saws, a brush hog, scraper, maintainer, excavator, and dozer. Construction for the access road and well pad will take approximately 2 to 4 weeks.

#### C. Pipeline

Final modifications to the Plan of Development submitted with the final Standard SF-299 Application for authorization to construct, operate, maintain and terminate a 245 foot, up to 6-inch outside diameter, buried steel well connect pipeline that was submitted to the BLM concurrently with the APD.

#### 7. METHODS FOR HANDLING WASTE

## A. Cuttings

- A closed-loop system will be used. Cuttings will be moved through a shaker system on the drill rig that separates drilling fluids from the cuttings. Cuttings will be stored onsite in aboveground storage tanks. Cuttings will be pulled from the storage tanks, mixed with saw dust or similar absorbent material, and disposed of at the Envirotech, Inc. and/or Industrial Ecosystem, Inc. waste disposal facilities.
- 2. The closed-loop system storage tanks will be adequately sized to ensure confinement of all fluids and will provide sufficient freeboard to prevent uncontrolled releases.
- 3. A 20-mil liner will be installed under tanks, pumps, ancillary facilities, and truck loading/unloading areas associated with the closed-loop system.

#### B. Drilling Fluids

## **ENCANA OIL & GAS (USA) INC.**

ESCRITO L30-2408 #02H
2488' FSL & 350' FWL
LOCATED IN THENW/4 SW/4 OF SECTION 30, T24N, R8W, N.M.P.M.,
SAN JUAN COUNTY, NEW MEXICO

## **DIRECTIONS**

- 1) FROM THE INTERSECTION OF HWY 64 & HWY 550 IN BLOOMFIELD, GO SOUTH ON HWY 550, 35.0 MILES TO ISR 459. (M.P. 116.6).
- 2) TURN LEFT AND GO 0.7 MILES TO "Y" INTERSECTION.
- 3) CONTINUE LEFT AND GO 0.3 MILES TO WHERE ACCESS IS STAKED ON RIGHT SIDE OF ROAD.

WELL FLAG LOCATED AT LAT. 36.284904° N, LONG.107.730843° W (NAD 83).

Scorpion Survey & Consulting, L.L.C. 302 S. Ash Aztec , New Mexico 87410

(505) 334-4007

