District 1 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resources

OIL CONS. DIV DIST. 3

JUL 28 2016

Submit 1 Copy to appropriate District Office in accordance with 19.15.29 NMAC.

API No. 14-08-0001-869

Form C-141 Revised August 8, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Release Notification and Corrective Action

	OPERATOR	Initial Report	Final Report
Name of Company Encana Oil and Gas	Contact Warren Scott		
Address 6584 E. Main Farmington NM 87402	Telephone No. 505-599-2407		
Facility Name Escrito Gallup Unit 22	Facility Type		
	The second se		

Surface Owner BLM

				LOCA	ATION OF RE	LEASE	3	0-039-23230
Unit Letter	Section	Township	Range	Feet from the	North/South Line	Feet from the	East/West Line	County
J	18	24N	7W					Rio Arriba

Mineral Owner Federal

Latitude

Longitude

Type of Release Crude Oil	Volume of Release 7 bbls	Volume Recovered 7 bbls					
Source of Release Separator blow off valve	Date and Hour of Occurrence	Date and Hour of Discovery					
ource of refease Separator blow off valve	7-12-2016 12am	7-12-2016 2pm					
Vas Immediate Notice Given?	If YES, To Whom?						
🛛 Yes 🗌 No 🗌 Not Require	ed NMOCD Vanessa Fields BLM K	atherina Diemer					
y Whom? Warren Scott	Date and Hour 7-12-2016 4pm						
Was a Watercourse Reached?	If YES, Volume Impacting the W	'atercourse.					
f a Watercourse was Impacted, Describe Fully.*							
Describe Cause of Problem and Remedial Action Taken.*							
djacent well shut in resulting in release at location through pop off va	llve.						
egulations all operators are required to report and/or file certain release ublic health or the environment. The acceptance of a C-141 report by nould their operations have failed to adequately investigate and remed r the environment. In addition, NMOCD acceptance of a C-141 report ederal, state, or local laws and/or regulations.	e notifications and perform corrective a the NMOCD marked as "Final Report liate contamination that pose a threat to t does not relieve the operator of respo	actions for releases which may endanger " does not relieve the operator of liability ground water, surface water, human health					
egulations all operators are required to report and/or file certain release ublic health or the environment. The acceptance of a C-141 report by hould their operations have failed to adequately investigate and remed r the environment. In addition, NMOCD acceptance of a C-141 report ederal, state, or local laws and/or regulations.	e notifications and perform corrective a the NMOCD marked as "Final Report liate contamination that pose a threat to t does not relieve the operator of respo OIL CONSER	actions for releases which may endanger " does not relieve the operator of liability ground water, surface water, human health nsibility for compliance with any other <u>EVATION DIVISION</u>					
egulations all operators are required to report and/or file certain release ublic health or the environment. The acceptance of a C-141 report by hould their operations have failed to adequately investigate and remed or the environment. In addition, NMOCD acceptance of a C-141 report ederal, state, or local laws and/or regulations.	e notifications and perform corrective a the NMOCD marked as "Final Report liate contamination that pose a threat to t does not relieve the operator of respo	actions for releases which may endanger " does not relieve the operator of liability ground water, surface water, human health nsibility for compliance with any other <u>EVATION DIVISION</u>					
hereby certify that the information given above is true and complete to egulations all operators are required to report and/or file certain release public health or the environment. The acceptance of a C-141 report by hould their operations have failed to adequately investigate and remed or the environment. In addition, NMOCD acceptance of a C-141 report ederal, state, or local laws and/or regulations.	e notifications and perform corrective a the NMOCD marked as "Final Report liate contamination that pose a threat to t does not relieve the operator of respo OIL CONSER	actions for releases which may endanger " does not relieve the operator of liability ground water, surface water, human health nsibility for compliance with any other EVATION DIVISION list:					
egulations all operators are required to report and/or file certain release ublic health or the environment. The acceptance of a C-141 report by hould their operations have failed to adequately investigate and remed or the environment. In addition, NMOCD acceptance of a C-141 report ederal, state, or local laws and/or regulations.	e notifications and perform corrective a the NMOCD marked as "Final Report liate contamination that pose a threat to t does not relieve the operator of respo OIL CONSER Approved by Environmental Specia	actions for releases which may endanger " does not relieve the operator of liability o ground water, surface water, human health nsibility for compliance with any other EVATION DIVISION list:					
egulations all operators are required to report and/or file certain release ublic health or the environment. The acceptance of a C-141 report by hould their operations have failed to adequately investigate and remed r the environment. In addition, NMOCD acceptance of a C-141 report ederal, state, or local laws and/or regulations.	e notifications and perform corrective a the NMOCD marked as "Final Report liate contamination that pose a threat to t does not relieve the operator of respo OIL CONSER Approved by Environmental Specia Approval Date: 1082010	actions for releases which may endanger " does not relieve the operator of liability ground water, surface water, human health nsibility for compliance with any other EVATION DIVISION list: Expiration Date:					

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HALL ENVIRONMENTAL ANALYSIS LABORATORY

Hall Environmental Analysis Laboratory 4901 Hawkins NE Albuquerque, NM 87109 TEL: 505-345-3975 FAX: 505-345-4107 Website: www.hallenvironmental.com

July 26, 2016

Warren Scott Encana Oil and Gas 6584 E Main Farmington, NM 87402 TEL: (505) 386-9525 FAX

RE: Escrito Gallup Unit 22

OrderNo.: 1607861

Dear Warren Scott:

Hall Environmental Analysis Laboratory received 2 sample(s) on 7/19/2016 for the analyses presented in the following report.

These were analyzed according to EPA procedures or equivalent. To access our accredited tests please go to <u>www.hallenvironmental.com</u> or the state specific web sites. In order to properly interpret your results it is imperative that you review this report in its entirety. See the sample checklist and/or the Chain of Custody for information regarding the sample receipt temperature and preservation. Data qualifiers or a narrative will be provided if the sample analysis or analytical quality control parameters require a flag. When necessary, data qualifers are provided on both the sample analysis report and the QC summary report, both sections should be reviewed. All samples are reported, as received, unless otherwise indicated. Lab measurement of analytes considered field parameters that require analysis within 15 minutes of sampling such as pH and residual chlorine are qualified as being analyzed outside of the recommended holding time.

Please don't hesitate to contact HEAL for any additional information or clarifications.

ADHS Cert #AZ0682 -- NMED-DWB Cert #NM9425 -- NMED-Micro Cert #NM0190

Sincerely,

andy

Andy Freeman Laboratory Manager 4901 Hawkins NE Albuquerque, NM 87109

Ana	lyt	ical	Rep	ort

Lab Order 1607861

Date Reported: 7/26/2016

Hall Environmental Analysis Laboratory, Inc.

CLIENT: Encana Oil and Gas Client Sample ID: SC1 Separator Collection Date: 7/18/2016 9:30:00 AM Escrito Gallup Unit 22 **Project:** Lab ID: 1607861-001 Matrix: SOIL Received Date: 7/19/2016 8:45:00 AM PQL Qual Units **DF** Date Analyzed Batch Analyses Result Analyst: TOM EPA METHOD 8015M/D: DIESEL RANGE ORGANICS 7/22/2016 8:00:15 PM 26500 30 **Diesel Range Organics (DRO)** 9.6 mg/Kg 1 106 70-130 %Rec 7/22/2016 8:00:15 PM 26500 Surr: DNOP 1 Analyst: NSB EPA METHOD 8015D: GASOLINE RANGE 7/20/2016 11:42:33 PM 26468 Gasoline Range Organics (GRO) ND 4.9 mg/Kg 1 102 80-120 %Rec 1 7/20/2016 11:42:33 PM 26468 Surr: BFB Analyst: NSB EPA METHOD 8021B: VOLATILES 7/20/2016 11:42:33 PM 26468 Methyl tert-butyl ether (MTBE) ND 0.097 mg/Kg 1 Benzene ND 0.024 mg/Kg 1 7/20/2016 11:42:33 PM 26468 Toluene ND 0.049 mg/Kg 1 7/20/2016 11:42:33 PM 26468 ND 0.049 mg/Kg 7/20/2016 11:42:33 PM 26468 Ethylbenzene 1 Xylenes, Total ND 0.097 mg/Kg 1 7/20/2016 11:42:33 PM 26468 Surr: 4-Bromofluorobenzene 95.8 80-120 %Rec 1 7/20/2016 11:42:33 PM 26468

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qua	1:6	ior		
Qua		C.I	3.	

- Value exceeds Maximum Contaminant Level.
 D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- R RPD outside accepted recovery limits
- S % Recovery outside of range due to dilution or matrix
- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits Page 1 of 3
- P Sample pH Not In Range
- RL Reporting Detection Limit

W Sample container temperature is out of limit as specified

Hall Environmental An	alysis Laborat	tory, Inc	2.			Lab Order 1607861 Date Reported: 7/26/201	6				
CLIENT:Encana Oil and GasProject:Escrito Gallup Unit 22Lab ID:1607861-002	Matrix: 5	C Matrix: SOIL				Client Sample ID: SC2 Brush Collection Date: 7/18/2016 9:45:00 AM Received Date: 7/19/2016 8:45:00 AM					
Analyses	Result	PQL Q	Qual	Units	DF	Date Analyzed	Batch				
EPA METHOD 8015M/D: DIESEL	RANGE ORGANICS					Analyst	том				
Diesel Range Organics (DRO)	19	9.8		mg/Kg	1	7/21/2016 6:43:08 PM	26500				
Surr: DNOP	114	70-130		%Rec	1	7/21/2016 6:43:08 PM	26500				
EPA METHOD 8015D: GASOLINE	ERANGE					Analyst	NSB				
Gasoline Range Organics (GRO)	ND	4.6		mg/Kg	1	7/22/2016 2:16:39 AM	26468				
Surr: BFB	102	80-120		%Rec	1	7/22/2016 2:16:39 AM	26468				
EPA METHOD 8021B: VOLATILE	S					Analyst	NSB				
Methyl tert-butyl ether (MTBE)	ND	0.093		mg/Kg	1	7/22/2016 2:16:39 AM	26468				
Benzene	ND	0.023		mg/Kg	1	7/22/2016 2:16:39 AM	26468				
Toluene	ND	0.046		mg/Kg	1	7/22/2016 2:16:39 AM	26468				
Ethylbenzene	ND	0.046		mg/Kg	1	7/22/2016 2:16:39 AM	26468				
Xylenes, Total	ND	0.093		mg/Kg	1	7/22/2016 2:16:39 AM	26468				
Surr: 4-Bromofluorobenzene	97.7	80-120		%Rec	1	7/22/2016 2:16:39 AM	26468				

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Oual	lii	fiers:
~ uu	•••	

*

- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded

Value exceeds Maximum Contaminant Level.

- ND Not Detected at the Reporting Limit
- R RPD outside accepted recovery limits
- S % Recovery outside of range due to dilution or matrix
- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits Page 2 of 3

Analytical Report

- P Sample pH Not In Range
- RL Reporting Detection Limit

W Sample container temperature is out of limit as specified

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

Client: Encana Oil and Gas Project: Escrito Gallup Unit 22

Sample ID LCS-26500	SampT	ype: LC	s	Tes	tCode: El	PA Method	8015M/D: Di	esel Rang	e Organics	
Client ID: LCSS	Batch	ID: 26	500	F	RunNo: 3	5868				
Prep Date: 7/20/2016	Analysis D	ate: 7/	21/2016	5	SeqNo: 1	111810	Units: mg/k	(g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Diesel Range Organics (DRO)	49	10	50.00	0	98.1	62.6	124			
Surr: DNOP	5.3		5.000		106	70	130		and the second	
Sample ID MB-26500	SampT	ype: ME	BLK	Tes	tCode: El	PA Method	8015M/D: Di	esel Rang	e Organics	1
Client ID: PBS	Batch	ID: 26	500	F	RunNo: 3	5868				
Prep Date: 7/20/2016	Analysis D	ate: 7/	21/2016	S	SeqNo: 1	111811	Units: mg/k	٢g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Diesel Range Organics (DRO)	ND	10							1.4	1
Surr: DNOP	9.5		10.00		94.8	70	130			

Qualifiers:

* Value exceeds Maximum Contaminant Level.

D Sample Diluted Due to Matrix

- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- R RPD outside accepted recovery limits
- S % Recovery outside of range due to dilution or matrix
- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Detection Limit
- W Sample container temperature is out of limit as specified

Page 1 of 3

1607861

WO#:

26-Jul-16

QC SUMMARY REPORT

Hall Environmental Analysis Laboratory, Inc.

Client: Encana Oil and Gas Project: Escrito Gallup Unit 22

Sample ID MB-26468	SampT	ype: ME	BLK	Tes	tCode: El	PA Method	8015D: Gaso	oline Rang	e	
Client ID: PBS	Batch	D: 26	468	F	RunNo: 3	5833				
Prep Date: 7/19/2016	Analysis D	ate: 7/	20/2016	5	SeqNo: 1	109484	Units: mg/H	٢g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Gasoline Range Organics (GRO)	ND	5.0								
Surr: BFB	1000		1000		102	80	120			
Sample ID LCS-26468	SampT	ype: LC	s	Tes	tCode: El	PA Method	8015D: Gaso	oline Rang	e	1.3 44
Client ID: LCSS	Batc	D: 26	468	F	RunNo: 3	5833				
Prep Date: 7/19/2016	Analysis D	ate: 7/	20/2016	S	SeqNo: 1	109485	Units: mg/k	(g		
Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual
Gasoline Range Organics (GRO)	26	5.0	25.00	0	106	80	120		1. 348.5	16 6
Surr: BFB	1100		1000		115	80	120			

Qualifiers:

- * Value exceeds Maximum Contaminant Level.
- D Sample Diluted Due to Matrix
- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- R RPD outside accepted recovery limits
- S % Recovery outside of range due to dilution or matrix
- B Analyte detected in the associated Method Blank
- E Value above quantitation range
- J Analyte detected below quantitation limits
- P Sample pH Not In Range
- RL Reporting Detection Limit
- W Sample container temperature is out of limit as specified

1607861

WO#:

26-Jul-16

Page 2 of 3

QC SUMMARY REPORT

Hall Environmental	Analysis	Laboratory,	Inc.

Client: Encana Oil and Gas Project: Escrito Gallup Unit 22

Sample ID MB-26468 SampType: MBLK TestCode: EPA Method 8021B: Volatiles Batch ID: 26468 Client ID: PBS RunNo: 35833 Prep Date: 7/19/2016 Analysis Date: 7/20/2016 SeqNo: 1109545 Units: mg/Kg PQL SPK value SPK Ref Val %REC LowLimit %RPD Analyte Result HighLimit **RPDLimit** Qual Methyl tert-butyl ether (MTBE) ND 0.10 Benzene ND 0.025 0.050 Toluene ND Ethylbenzene ND 0.050 ND 0.10 Xylenes, Total Surr: 4-Bromofluorobenzene 1.0 1.000 100 80 120 Sample ID LCS-26468 SampType: LCS TestCode: EPA Method 8021B: Volatiles Client ID: LCSS Batch ID: 26468 RunNo: 35833 Prep Date: 7/19/2016 Analysis Date: 7/20/2016 SeqNo: 1109546 Units: mg/Kg

Analyte	Result	PQL	SPK value	SPK Ref Val	%REC	LowLimit	HighLimit	%RPD	RPDLimit	Qual	
Methyl tert-butyl ether (MTBE)	0.95	0.10	1.000	0	95.2	61	143				
Benzene	0.99	0.025	1.000	0	98.7	75.3	123				
Toluene	0.97	0.050	1.000	0	96.6	80	124				
Ethylbenzene	0.99	0.050	1.000	0	99.1	82.8	121				
Xylenes, Total	2.9	0.10	3.000	0	96.9	83.9	122				
Surr: 4-Bromofluorobenzene	1.0		1.000		101	80	120				

Qualifiers:

* Value exceeds Maximum Contaminant Level.

D Sample Diluted Due to Matrix

- H Holding times for preparation or analysis exceeded
- ND Not Detected at the Reporting Limit
- R RPD outside accepted recovery limits
- S % Recovery outside of range due to dilution or matrix
- B Analyte detected in the associated Method Blank
- E Value above quantitation range

Reporting Detection Limit

- J Analyte detected below quantitation limits
- P Sample pH Not In Range

RL

W Sample container temperature is out of limit as specified

26-Jul-16

1607861

WO#:

Page 3 of 3

ENVIRONMENTAL	al c.nvironmentai . Albu EL: 565-345-3975 Website: www.hai	4901 l iquerque FAX: 50	lawkins N NM 8710 5-345-410	99 Sam	ole Log-In	Check List
Client Name: ENCANA OIL AND GAS Worl	k Order Number:	16078	61		Rept	No: 1
Received by/date 5A 67/1	alic					
ogged By. Lindsay Mangin 7/19/20	016 8:45:00 AM			July Hago		
	016 9:10:29 AM			ALA		
Reviewed By: 2 07/19	116					
hain of Custody						
1. Custody seals intact on sample bottles?		Yes		No 🗌	Not Present	\checkmark
2. Is Chain of Custody complete?		Yes	~	No	Not Present	
3. How was the sample delivered?		Couri	16			
og In						
4 Was an attempt made to cool the samples?		Yes	V	No	NA	
 Were all samples received at a temperature of >0* 	C to 6.0°C	Yes	~	No	NA	
5 Sample(s) in proper container(s)?		Yes	V	No		
7 Sufficient sample volume for indicated test(s)?		Yes	¥	No 🗌		
8. Are samples (except VOA and ONG) properly prese	rved?	Yes	¥	No 🗌		
9. Was preservative added to bottles?		Yes		No 🗸	NA	
0.VOA vials have zero headspace?		Yes		No	No VOA Vials	~
1, Were any sample containers received broken?		Yes		No 🖌	# of preserved bottles checked	
 Does paperwork match bottle labels? (Note discrepancies on chain of custody) 		Yes	V	No 🗌	for pH:	<2 or >12 unless noted
3. Are matrices correctly identified on Chain of Custod	y?	Yes	~	No 🗌	Adjusted	?
4, Is it clear what analyses were requested?			~	No		
 Were all holding times able to be met? (If no, notify customer for authorization.) 		Yes	Y	No	Checked I	ру.
pecial Handling (if applicable)						
6. Was client notified of all discrepancies with this order	er?	Yes		No	NA	~
Person Notified:	Date	-				
By Whom:	Via: [eMa	I 🗌 Pł	none Fax	In Person	
Regarding:						
Client Instructions:						
7. Additional remarks:						
8. <u>Cooler Information</u> Cooler No Temp ℃ Condition Seal Integ	t Scal No	Seal Da	to	Signed By		
1 4.1 Good Yes			-			

Chain-of-Custody Record lient: Encana Oil & Gas ailing Address: US8Y E Main Formington: NM 87402- none #: 505-386-9525				Turn-Around Time: X Standard Rush Project Name: Escrito Gellup Vort 22 Project #:																
								ANALYSIS LABORATORY												
								4901 Hawkins NE - Albuquerque, NM 87109												
										5-34							-4107			
													-			ues				
nail or Fax#: Warren. Scott@en(ana.com				Project Manager:				TMB's (8021) TPH (Gas only)) / DRO / MRO) (1) (1) (1) (1) (1) (270 SIMS) (270 SIMS) (270 SIMS) (270 SIMS) (270 SIMS) (270 SIMS)												
A/QC Package: Standard				WarrenScott				TPH (Gas only)	DRO HMRO		d 504.1)	SIMS)		PO4,SC	PCB's					
NELAP Other				Sampler: Warnen Scatt On Ice: Pres INO					O / DF	8.1)) or 8270 S		3,NO2,	/ 8082		2			(N)
EDD (Type)				Sample Temperature: 4,1				3E +	(GR	d 41			tals	NO	des	2	V0/			No X
Date	Time	Matrix	Sample Request ID	Container Type and #	Preservative Type	HEAL NO.	BTEX + MTBE	BTEX + MTBE	TPH 8015B (GRO	TPH (Method 418.1)	EDB (Method 504.1)	PAH's (8310 or 8270	RCRA 8 Metals	Anions (F,CI,NO ₃ ,NO ₂ ,PO ₄ ,SO ₄)	8081 Pesticides / 8082 PCB's	8260B (VOA)	8270 (Semi-VOA)			Air Bubbles (Y or N)
116	930am	Soil	SET Separatan	1402	Cool	- 001	X		X											
\$16	945	Soi)	SEI Separatan	1402	Cool	-002	X		X											
			a literation of the state																	
				-		and the second s	-	-	-	-	-		-	-				-	+	
ate:	Time:	Relinquish	ed by:	Received by:	1	Date Time	Rer	nark	s:	_										
P/IL ate:	161D	Nov Religquish	ed by:	Received by:	latt	7/18/16 1610 Date Time														
5/10	1821	Ans	the likely	Juic.	At 07	1/19/16 0845						1								

If necessary samples submitted to Hall Environmental may be subcomfacted to other accredited laboratories. This serves as notice of this possibility. Any sub-contracted data will be clearly notated on the analytical report.