State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Tony Delfin Acting 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 <u>3160-5</u> form. Operator Signature Date: **Original APD 9/18/2014** Sundry Extension Date 11/5/2016

API WELL #	Well Name	Well #	Operator Name	Typ	e Stat	County	Surf_Owner	UL	Sec	Тур	N/S	Rng W/E
	GOOD TIMES N36 2410		ENCANA OIL & GAS (USA) INC.	0	N	San Juan	F	N	36	24	N	10 W

Conditions of Approval:

(See the below checked and handwritten conditions)

✓ Notify Aztec OCD 24hrs prior to casing & cement.

Hold C-104 for directional survey & "As Drilled" Plat

✓ Hold C-104 for NSL, NSP, DHC,

O 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

Submit Gas Capture Plan form prior to spudding or initiating recompletions operations.

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.

1220 South St. Francis Drive - Santa Fe, New Mexico 87505 Phone (505) 476-3460 - Fax (505) 476-3462 - www.emnrd.state.nm.us/ocd November 23, 2016 Page 2

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nA.

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.

Comply with current regulations at time of spud Prior to production operator needs to be in compliance with RULE 19.15.5.9

Kothinic Partal

NMOCD Approved by Signature

11/14/16 Date

x x * *			REC	EIVEC)				
BURI	ERIOR EMENT	Farmingto) 4 201 n Field C	OI Expi 5. Lease Serial No.	DRM APPROVED MB No. 1004-0137 res: January 31, 2018 Tribe Name				
Do not use this f	form for proposals to d Use Form 3160-3 (APD)	rill or to re-	enter an		N/A	The Name			
	TRIPLICATE - Other instruction	100	oposais		7. If Unit of CA/Agree	ment, Name and/or No.			
1. Type of Well					N/A				
☑ Oil Well	Vell Other				 Well Name and No. Good Times N36-24 	10 01H			
 Name of Operator Encana Oil & Gas (USA) Inc. 					 API Well No. 30-045-35599 				
3a. Address 370 17th Street, Suite 1700		Phone No. (inclu	de area code)	10. Field and Pool or Exploratory Area				
Denver, CO 80202 4. Location of Well (Footage, Sec., T.,R	0) 876-3533			South Bisti Gallup 11. Country or Parish, State					
SHL: 9' FSL and 1466' FWL Section 36, T24N BHL: 330' FSL and 790' FWL Section 1, T23N		San Juan County							
12. CHE	CK THE APPROPRIATE BOX(E	ES) TO INDICA	TE NATURE	OF NOTI	CE, REPORT OR OTH	ER DATA			
TYPE OF SUBMISSION			TYP	PE OF ACT	TION				
Notice of Intent	Acidize		Fracturing		uction (Start/Resume) amation	Water Shut-Off Well Integrity			
Subsequent Report	Casing Repair	New Cons		_	mplete	✓ Other APD Extension			
Final Abandonment Notice	Change Plans	Plug and A	bandon	-	oorarily Abandon r Disposal				
is ready for final inspection.) Encana Oil & Gas (USA) Inc. (I Times N36-2410 01H well (API	30-045-35599).				01	CONS. DIV DIST. 3			
	CO	NDITIONS	S OF AP	PROV	AL				
Adhere to previously issued stipulations NOV 0 9 2016									
APD Extension 9	peroved until	2/4	/19						
Katie Wegner		Title Senior Regulatory Analyst							
Signature	Date	Date 11/05/2016							
	THE SPACE FO	R FEDERA	L OR ST	ATE OF	ICE USE				
Approved by <u>AG</u> <u>Elmadani</u> Conditions of approval, if any, are attach certify that the applicant holds legal or e which would entitle the applicant to con	ned. Approval of this notice does a quitable title to those rights in the	not warrant or subject lease	Title P Office		-Fo	ate 11 /7/16			
Title 18 U.S.C Section 1001 and Title 43 any false, fictitious or fraudulent stateme				ly and will	fully to make to any dep	partment or agency of the United States			
(Instructions on page 2)		NMOC	DRY	,	1				

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