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

Susana Martinez

Governor

Ken McQueen Cabinet Secretary

Matthias Sayer
Deputy Cabinet Secretary

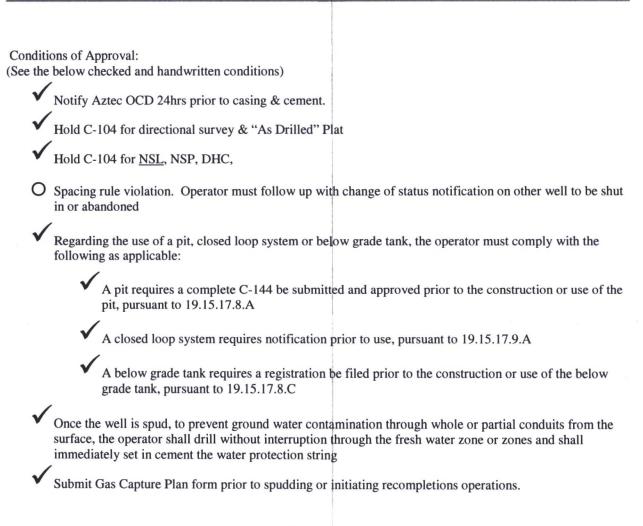
David R. Catanach, Division Director
Oil Conservation Division



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 3160-5 form.

Operator Signature Date: Original APD 2/5/2015 Sundry Extension Date 3/27/2017

API WELL#	Well Name	Well #	Operator Name	Туре	Stat	County	Surf_Owner	UL	Sec	Twp	N/S	Rng	W/E
30-043-21261- 00-00	GALLO CANYON UNIT		ENCANA OIL & GAS (USA) INC.	0	N	Sandoval	F	Е	26	23	N	6	W



NMOCD Approved by Signature

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.

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

Date

## RECEIVED

## MAR 28 2017

Form 3160-5 (June 2015)

## **UNITED STATES**

DEPARTMENT OF THE INTER Falmington Field Off

FORM APPROVED OMB No. 1004-0137 Expires: January 31, 2018

	1
Lease Serial No.	
IMMNIM 118128	

BUREAU OF LAND MANAGEMENT of Land Management				5. Lease Serial No. NMNM 118128				
SUNDRY N Do not use this t	IOTICES AND REPO form for proposals t Use Form 3160-3 (A	6. If Indian, Allottee or Tribe Name N/A						
SUBMIT IN	TRIPLICATE - Other instru		,,	7. If Unit of CA/Agreer	ment, Name and/or No.			
1. Type of Well  Oil Well  Gas V	Vell Other		8. Well Name and No. Gallo Canyon Unit 205H					
Name of Operator     Encana Oil & Gas (USA) Inc.				9. API Well No. <b>30-043-21261</b>				
3a. Address		3b. Phone No. (include area code	e)	10. Field and Pool or Exploratory Area				
370 17th Street, Suite 1700 Denver, CO 80202		(720) 876-3533	9.000	Counselors Gallup Dakota				
4. Location of Well (Footage, Sec., T.,K SHL: 1991' FNL and 850' FWL Section 26, T2 BHL: 680' FNL and 1570' FEL Section 35, T2:	3N, R6W			11. Country or Parish, S Sandoval County, NN				
12. CHE	CK THE APPROPRIATE B	OX(ES) TO INDICATE NATURI	E OF NOTI	CE, REPORT OR OTHE	ER DATA			
TYPE OF SUBMISSION		TY	PE OF AC	ΓΙΟΝ				
Notice of Intent	Acidize Alter Casing	Deepen Hydraulic Fracturing	=	uction (Start/Resume)	Water Shut-Off Well Integrity			
✓ Subsequent Report		New Construction Plug and Abandon	=	mplete porarily Abandon	✓ Other APD Extension			
Final Abandonment Notice	Convert to Injection	Plug Back	Wate	r Disposal				
13. Describe Proposed or Completed O		rtinent details, including estimate						

the proposal is to deepen directionally or recomplete 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 perfonned 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 recompletion 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 detennined that the site is ready for final inspection.)

Encana Oil & Gas (USA) Inc. (Encana) was issued an approved APD for this well on 06/10/2015. Encana requests a 2-year APD extension for the Gallo Canyon Unit 205H well (API 30-043-21261).

OIL CONS. DIV DIST. 3

**CONDITIONS OF APPROVAL** Adhere to previously issued stipulations

APR 0 3 2017

APD extended to 6/10/2019	?					
14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)						
Katie Wegner	Title Senior Regulatory Analyst					
Signature Lath U.S.	Date 03/27/2017					
THE SPACE FOR FEDERAL OR STATE OFICE USE						
Abdelgadir Elmadani	Title PE Date 3/30/17					
Conditions of approval, if any, are attached. Approval of this notice does not warrant certify that the applicant holds legal or equitable title to those rights in the subject lewhich would entitle the applicant to conduct operations thereon.						

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.





