

Submit 1 Copy To Appropriate District Office
 District I - (575) 393-6161
 1625 N. French Dr., Hobbs, NM 88240
 District II - (575) 748-1283
 811 S. First St., Artesia, NM 88210
 District III - (505) 334-6178
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV - (505) 476-3460
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 Revised August 1, 2011

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

WELL API NO. 30-045-35362
5. Indicate Type of Lease STATE <input checked="" type="checkbox"/> FEE <input type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Escrito 116-2409
8. Well Number 01H
9. OGRID Number 282327
10. Pool name or Wildcat Bisti Lower - Gallup
RCVD MAY 9 '13 OIL CONS. DIV. DIST. 3 County San Juan
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 6821 GR

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well Gas Well Other

2. Name of Operator
Encana Oil & Gas (USA) Inc.

3. Address of Operator
370 17th Street, Suite 1700 Denver, CO 80202

4. Well Location
 SHL: Unit Letter I: 2230 feet from the SOUTH line and 300 feet from the EAST line
 BHL: Unit Letter L: 2250 feet from the SOUTH line and 336 feet from the WEST line.
 Section 16 Township 24N Range 9W NMPM

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input checked="" type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	P AND A <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPL <input type="checkbox"/>	CASING/CEMENT JOB <input type="checkbox"/>	
DOWNHOLE COMMINGLE <input type="checkbox"/>			
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Per the discussion between Craig Miley with Encana Oil & Gas (USA) Inc and Charlie Perren and Brandon Powell, below is the plan for the Escrito 116-2409 01H remediation.

- Shoot two squeeze holes at 1187' (50' below the Ojo Alamo/Kirtland geologic interface) and establish injection. If circulation is established to surface, then cement squeeze with enough cement to cover the interval from 1187' - 900' (Top of Cement would then be 50' above the Ojo Alamo/Nacimiento geologic interface). At a minimum, the following intervals need to be covered with cement: 1087' - 1187' and 900' - 1000' MD. A second set of squeeze holes is not preferable but may be necessary to cover the upper Ojo/Nacimiento interface as requested.
- After squeezing, WOC for ~24 hours and re-run a CBL to confirm top of cement and that adequate coverage is evident across the above-mentioned geologic interfaces.
- If TOC is adequate, RIH with TBG and a junk mill to drill out cement/clean out to the RBP. Pressure test squeeze holes to 500 psi and chart for 30 minutes.
- If test is good, then remove RBP from 7" CSG, proceed with 4.5" CSG patch operations, test patch to 3000 psi for 30 minutes, and RIH to retrieve RBP set in 4.5" CSG.
- RIH with 2-3/8" 4.7# J55 production tubing & gas lift mandrels + packer and return well to production.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Robynn Haden TITLE Engineering Technologist DATE 5/7/13

Type or print name Robynn Haden E-mail address: robynn.haden@encana.com PHONE: 720-876-3941

For State Use Only
 APPROVED BY: [Signature] TITLE Deputy Oil & Gas Inspector, District #3 DATE 5/15/13
 Conditions of Approval (if any): RV