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Form 3160-5  
(March 2012)

JUL 03 2014

UNITED STATES

DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT

Farmington Field Office

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

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

5. Lease Serial No.  
NM 76842, NMNM48989A

6. If Indian, Allottee or Tribe Name  
N/A

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

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

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

3b. Phone No. (include area code)  
720-876-3926

7. If Unit of CA/Agreement, Name and/or No.  
N/A

8. Well Name and No.  
Lybrook M35-2308 01H

9. API Well No.  
30-045-35526

10. Field and Pool or Exploratory Area  
Alamito-Gallup Pool

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)  
SHL: 316' FSL and 1298' FWL Sec 35, T23N, R8W  
BHL: 330' FSL and 920' FWL Sec 2, T22N, R8W

11. County or Parish, State  
San Juan County, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Acidize

☐ Deepen

☐ Production (Start/Resume)

☐ Water Shut-Off

☐ Subsequent Report

☐ Alter Casing

☐ Fracture Treat

☐ Reclamation

☐ Well Integrity

☐ Casing Repair

☐ New Construction

☐ Recomplete

☐ Other

☐ Final Abandonment Notice

☒ Change Plans

☐ Plug and Abandon

☐ Temporarily Abandon

☐ Convert to Injection

☐ Plug Back

☐ Water Disposal

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat 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 performed 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 recompleat 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 determined that the site is ready for final inspection.)

Encana Oil & Gas (USA) Inc. would like to revise the 10-Point Drilling Plan, Well Summary Diagram, and Directional Drilling Plan submitted on March 20, 2014. Revisions to these documents were requested by the Oil Conservation Division.

## CONDITIONS OF APPROVAL

Adhere to previously issued stipulations

OIL CONS. DIV DIST. 3

JUL 14 2014

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Jessica Gregg

Title Regulatory Analyst

Signature

Jessica Gregg

Date 07/02/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

William Tambekou

Title

Petroleum Engineer

Date

7/7/2014

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

FFD

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.

(Instructions on page 2)

NMOCDF

Lybrook M35-2308 01H  
 SHL: SWSW Sec 35 T23N R8W  
 316' FSL, 1298' FWL  
 BHL: SWSW Sec 2 T22N R8W  
 330' FSL, 920' FWL  
 San Juan, New Mexico

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

OIL CONS. DIV DIST. 3  
 JUL 14 2014

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

The estimated tops of important geologic markers are as follows:

| Formation           | Depth (TVD) units = feet |
|---------------------|--------------------------|
| Ojo Alamo Ss.       | 600                      |
| Kirtland Shale      | 791                      |
| Fruitland Coal      | 1,131                    |
| Pictured Cliffs Ss. | 1,271                    |
| Lewis Shale         | 1,367                    |
| Cliffhouse Ss.      | 2,009                    |
| Menefee Fn.         | 2,720                    |
| Point Lookout Ss.   | 3,658                    |
| Mancos Shale        | 3,802                    |
| Mancos Silt         | 4,310                    |
| Gallup Fn.          | 4,566                    |

The referenced surface elevation is 6879', KB 6895'

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

| Substance | Formation           | Depth (TVD) units = feet |
|-----------|---------------------|--------------------------|
| Water/Gas | Fruitland Coal      | 1,131                    |
| Oil/Gas   | Pictured Cliffs Ss. | 1,271                    |
| Oil/Gas   | Cliffhouse Ss.      | 2,009                    |
| Gas       | Menefee Fn.         | 2,720                    |
| Oil/Gas   | Point Lookout Ss.   | 3,658                    |
| Oil/Gas   | Mancos Shale        | 3,802                    |
| Oil/Gas   | Mancos Silt         | 4,310                    |
| Oil/Gas   | Gallup Fn.          | 4,566                    |

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

**3. PRESSURE CONTROL**

- a) Pressure control 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.

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 San Juan, New Mexico

- 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).
- l) 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'       | 30"       | 20"      | 94#    |               |
| Surface          | 0'-500'      | 12 1/4"   | 9 5/8"   | 36#    | J55, STC New  |
| Intermediate     | 0'-5247'     | 8 3/4"    | 7"       | 26#    | J55, LTC New  |
| Production Liner | 5047'-10005' | 6 1/8"    | 4 1/2"   | 11.6#  | B80*, LTC New |

| Casing String |              |       |            | Casing Strength Properties |             |                   | Minimum Design Factors |       |         |
|---------------|--------------|-------|------------|----------------------------|-------------|-------------------|------------------------|-------|---------|
| Size          | Weight (ppf) | Grade | Connection | Collapse (psi)             | Burst (psi) | Tensile (1000lbs) | Collapse               | Burst | Tension |
| 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     |

\*B80 pipe specifications are attached

Casing design is subject to revision based on geologic conditions encountered

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.

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 330' FSL, 920' FWL  
 San Juan, New Mexico

b) The proposed cementing program is as follows

| Casing           | Depth (MD)   | Cement Volume (sacks)                                                                           | Cement Type & Yield                                                                                                                                                                                                                                                                                                              | Designed TOC | Centralizers                                 |
|------------------|--------------|-------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------|----------------------------------------------|
| Conductor        | 0'-60'       | 100 sks                                                                                         | Type I Neat 16 ppg                                                                                                                                                                                                                                                                                                               | Surface      | None                                         |
| Surface          | 0'-500'      | 314 sks                                                                                         | HALCEM™ SYSTEM + 2% CaCl <sub>2</sub> + 0.125lbm/sk Poly-E-Flake. 15.8 ppg, 1.174 cuft/sk                                                                                                                                                                                                                                        | Surface      | 1 per joint on bottom 3 joints               |
| Intermediate     | 0'-5247'     | 30% open hole excess<br>Stage 1 Lead: 273 sks<br>Stage 1 Tail: 422 sks<br>Stage 2 Lead: 135 sks | Stage 1 Lead: HALCEM™ SYSTEM + 0.2% HR-5 + 5lbm/sk Kol-Seal + 0.125lbm/sk Poly-E-Flake. 12.3 ppg, 1.948 cuft/sk<br>Stage 1 Tail: VARICEM™ CEMENT + .15% CFR-3 + 5lbm/sk Kol-Seal + 0.125% Poly-E-Flake. 13.5 ppg, 1.308 cuft/sk.<br>Stage 2 Contingency: HALCEM™ SYSTEM + 5lbm/sk Kol-Seal + 0.125lbm/sk Poly-E-Flake. 12.3 ppg, | Surface      | 1 every 3 joints through water bearing zones |
| Production Liner | 5047'-10005' | None - External Casing Packers                                                                  | N/A                                                                                                                                                                                                                                                                                                                              | N/A          | N/A                                          |

\*Production liner clarification: Utilizing external swell casing packer system for zonal isolation will not use cement in the production liner

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 4215'. Directional plans are attached.

| Description           | Proposed Depth (TVD/MD) | Formation |
|-----------------------|-------------------------|-----------|
| Horizontal Lateral TD | 4793'/10005'            | Gallup    |

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## 6. DRILLING FLUIDS PROGRAM

a) Surface through Intermediate Casing Point:

| Hole Size (in) | Depth (TVD/MD)        | Mud Type         | Density (ppg) | Viscosity (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'-4854'/5247' | Fresh Water LSND | 8.3-10        | 40-50              | 8-10            |

b) Intermediate Casing Point to TD:

| Hole Size (in) | Depth (TVD/MD)               | Mud Type         | Density (ppg) | Viscosity (sec/qt) | Fluid Loss (cc) |
|----------------|------------------------------|------------------|---------------|--------------------|-----------------|
| 6 1/8"         | 4854'/5247'-<br>4793'/10005' | 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.
- d) 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 +/- 2278 psi based on a 9.0 ppg at 4867' 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.

**Lybrook M35-2308 01H**

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**316' FSL, 1298' FWL**

**BHL: SWSW Sec 2 T22N R8W**

**330' FSL, 920' FWL**

**San Juan, New Mexico**

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

Drilling is estimated to commence on January 1, 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.

| LOC: NW/4 NW/4 Sec 2 T22N R8W, 330' F                                                                                                                                                        |                      |                                                                                                                                                                               | Encana Natural Gas                                                                        |                     |  |        | ENG: Ashley Lantz 7/2/14                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |                         |                                    |             |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------|---------------------|--|--------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------|------------------------------------|-------------|
| County: San Juan                                                                                                                                                                             |                      |                                                                                                                                                                               | WELL SUMMARY                                                                              |                     |  |        | RIG: Aztec 950                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                         |                                    |             |
| WELL: Lybrook M35-2308 01H                                                                                                                                                                   |                      |                                                                                                                                                                               |                                                                                           |                     |  |        | GLE: 6879                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |                         |                                    |             |
|                                                                                                                                                                                              |                      |                                                                                                                                                                               |                                                                                           |                     |  |        | RKBE: 6895                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |                         |                                    |             |
| MWD                                                                                                                                                                                          | OPEN HOLE            | FORM                                                                                                                                                                          | DEPTH                                                                                     |                     |  | HOLE   | CASING                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       | MW                      | DEVIATION                          |             |
| LWD                                                                                                                                                                                          | LOGGING              |                                                                                                                                                                               | TVD                                                                                       | MD                  |  |        | SIZE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         | SPECS                   | MUD TYPE                           | INFORMATION |
|                                                                                                                                                                                              |                      |                                                                                                                                                                               | 60                                                                                        | 60'                 |  | 30     | 16" 42.09#<br>100sx Type I Neat 16.0ppg cmt                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  | Fresh wtr<br>8.3-9.2    |                                    |             |
| Multi-Well pad<br>- take survey<br>every stand<br>and run anti-<br>collision<br>report prior to<br>spud                                                                                      | None                 | Nacimiento<br>9 5/8" Csg                                                                                                                                                      | 0<br>500                                                                                  | 500.00              |  | 12 1/4 | 9 5/8" 36ppf J55 STC<br><br>TOC Surface with 100% OH Excess:<br>314 sks of HALCEM™ SYSTEM + 2%<br>CaCl2 + 0.125lbm/sk Poly-E-Flake.<br>Mixed at 15.8 ppg. Yield 1.174 cuft/sk.                                                                                                                                                                                                                                                                                                                                                                                               | Fresh wtr<br><br>8.3-10 | Vertical<br><1°                    |             |
| Survey Every<br>60'-120',<br>updating<br>anticollision<br>report after<br>surveys. Stop<br>operations<br>and contact<br>drilling<br>engineer if<br>separation<br>factor<br>approaches<br>1.5 | No OH logs           | Ojo Alamo Ss.<br>Kirtland Shale<br><br>Fruitland Coal<br><br>Pictured Cliffs Ss.<br>Lewis Shale<br><br>Cliffhouse Ss.<br>Menefee Fn.<br><br>Point Lookout Ss.<br>Mancos Shale | 600<br>791<br><br>1,131<br><br>1,271<br>1,367<br><br>2,009<br>2,720<br><br>3,658<br>3,802 |                     |  | 8 3/4  | 7" 26ppf J55 LTC<br><br>TOC @ surface (30% OH excess)<br>Stage 1 Total: 695sks<br>If necessary, Stage 2 Total: 135sks<br><br>Stage 1 Lead: 273 sks HALCEM™<br>SYSTEM + 0.2% HR-5 + 5lbm/sk Kol-<br>Seal + 0.125lbm/sk Poly-E-Flake. Mixed<br>at 12.3 ppg. Yield 1.948 cuft/sk.<br><br>Stage 1 Tail: 422 sks VARICEM™<br>CEMENT + .15% CFR-3 + 5lbm/sk Kol-<br>Seal + 0.125% Poly-E-Flake. Mixed at<br>13.5 ppg. Yield 1.308 cuft/sk.<br><br>Stage 2: 135 sks HALCEM™ SYSTEM<br>+ 5lbm/sk Kol-Seal + 0.125lbm/sk Poly-<br>E-Flake. Mixed at 12.3 ppg. Yield 1.946<br>cuft/sk. | Fresh Wtr<br><br>8.3-10 | Vertical<br><1°                    |             |
| Surveys every<br>30' through<br>the curve                                                                                                                                                    | Mud logger<br>onsite | KOP<br><br>Mancos Silt<br><br>Gallup Fn.<br><br>7" Csg                                                                                                                        | 4,215<br><br>4,310<br><br>4,566<br><br>4,854                                              | 4,215<br><br>5,247' |  | 6 1/8  | 200' overlap at liner top<br><br>4758' Drilled Lateral                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                         | Horz Inc/TVD<br>90.8 degdeg/4867ft |             |
| Surveys every<br>stand to TD<br>unless<br>directed<br>otherwise by<br>Geologist                                                                                                              | No OH Logs           | Horizontal Target<br>TD<br><br>Base Gallup                                                                                                                                    | 4,867<br>4,793<br>4,900                                                                   | 10,005              |  |        | 4 1/2" 11.6ppf SB80 LTC<br><br>Running external swellable csg packers for<br>isolation of prod string                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | WBM<br>8.3-10           | TD = 10004.5 MD                    |             |
| MWD<br>Gamma<br>Directional                                                                                                                                                                  |                      |                                                                                                                                                                               |                                                                                           |                     |  |        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |                         |                                    |             |

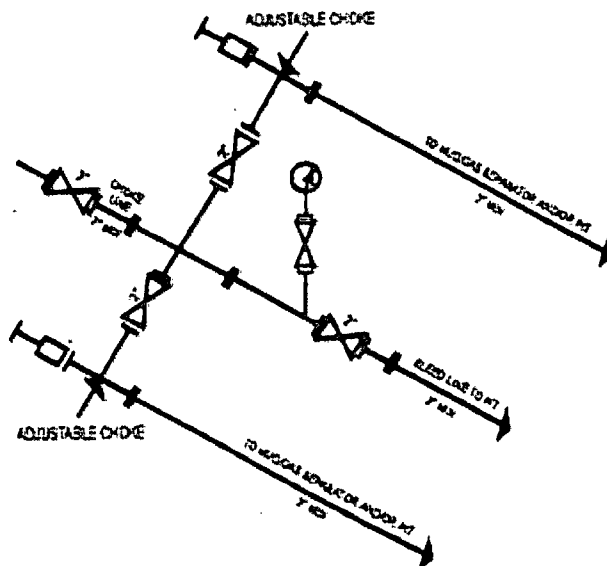
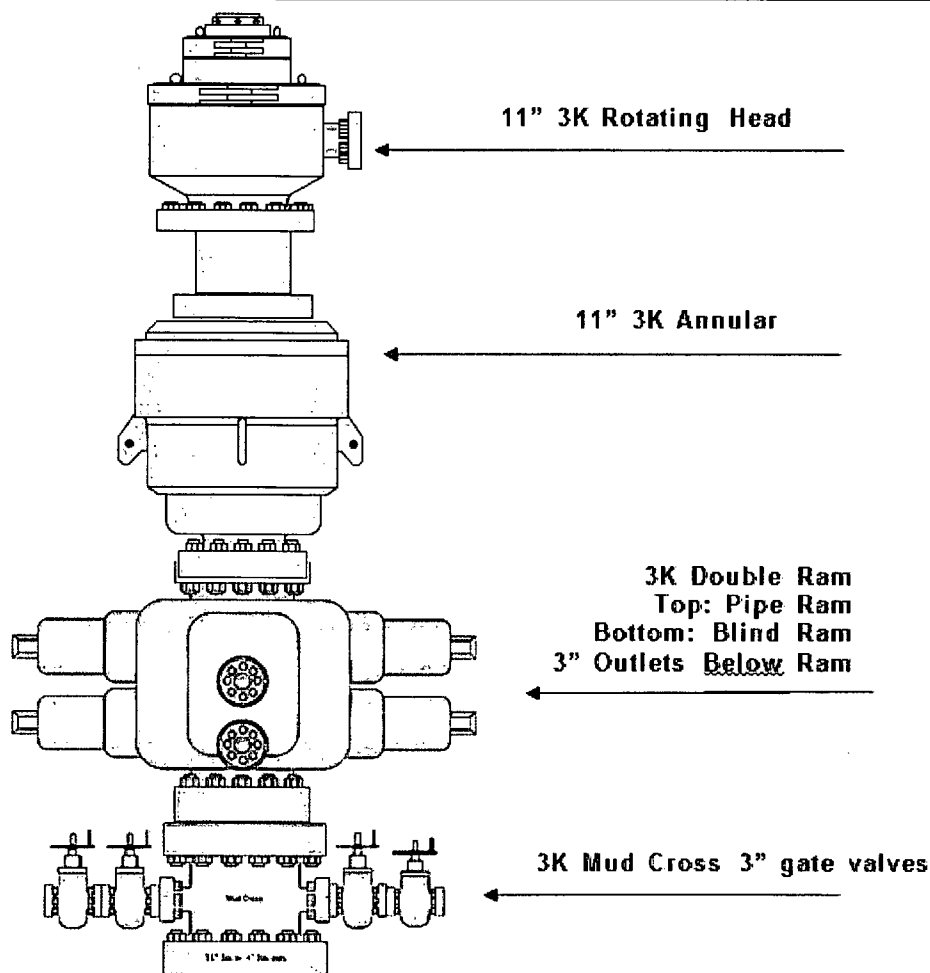
# NOTES:

- 1) Drill with 30" bit to 60', set 20" 94# 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 4215', 8 3/4 inch holesize.
- 5) Start curve at 10deg/100' build rate
- 6) Drill to csg point of 5247' MD
- 7) R&C 7" csg, circ cmt to surface, switch to WBM
- 8) Land at 90 deg, drill lateral to 10005' run 4 1/2 inch liner with external swellable csg packers

# WELLHEAD BLOWOUT CONTROL SYSTEM

## encana

Well Name and Number:  
Lybrook M35-2308 01H





## Boomerang Tube LLC

### CASING (OR) TUBING DESCRIPTION AND PERFORMANCE PROPERTIES

|                                          |       |                 |
|------------------------------------------|-------|-----------------|
| Pipe Outside Diameter (ins)              | _____ | 4.500           |
| Pipe Wall Thickness (ins)                | _____ | 0.250           |
| Nominal Weight Per Foot (lbs)            | _____ | 11.60           |
| Thread Name                              | _____ | Long Thread CSG |
| Grade Name                               | _____ | SB-80           |
| Pipe Minimum Yield (psi)                 | _____ | 80,000          |
| Pipe Minimum Ultimate (psi)              | _____ | 90,000          |
| Coupling Minimum Yield (psi)             | _____ | 80,000          |
| Coupling Minimum Ultimate (psi)          | _____ | 100,000         |
| Coupling or Joint Outside Diameter (ins) | _____ | 5.000           |
| Drift Diameter (ins)                     | _____ | 3.875           |
| Plain End Weight per Foot (lbs)          | _____ | 11.36           |
| Joint Strength (lbs)                     | _____ | 201,000         |
| Internal Yield (psi)                     | _____ | 7,780           |
| Collapse Rating (psi)                    | _____ | 6,350           |

### MAXIMUM DEPTH/LENGTH BASED ON MUD WTS & SAFETY FACTORS

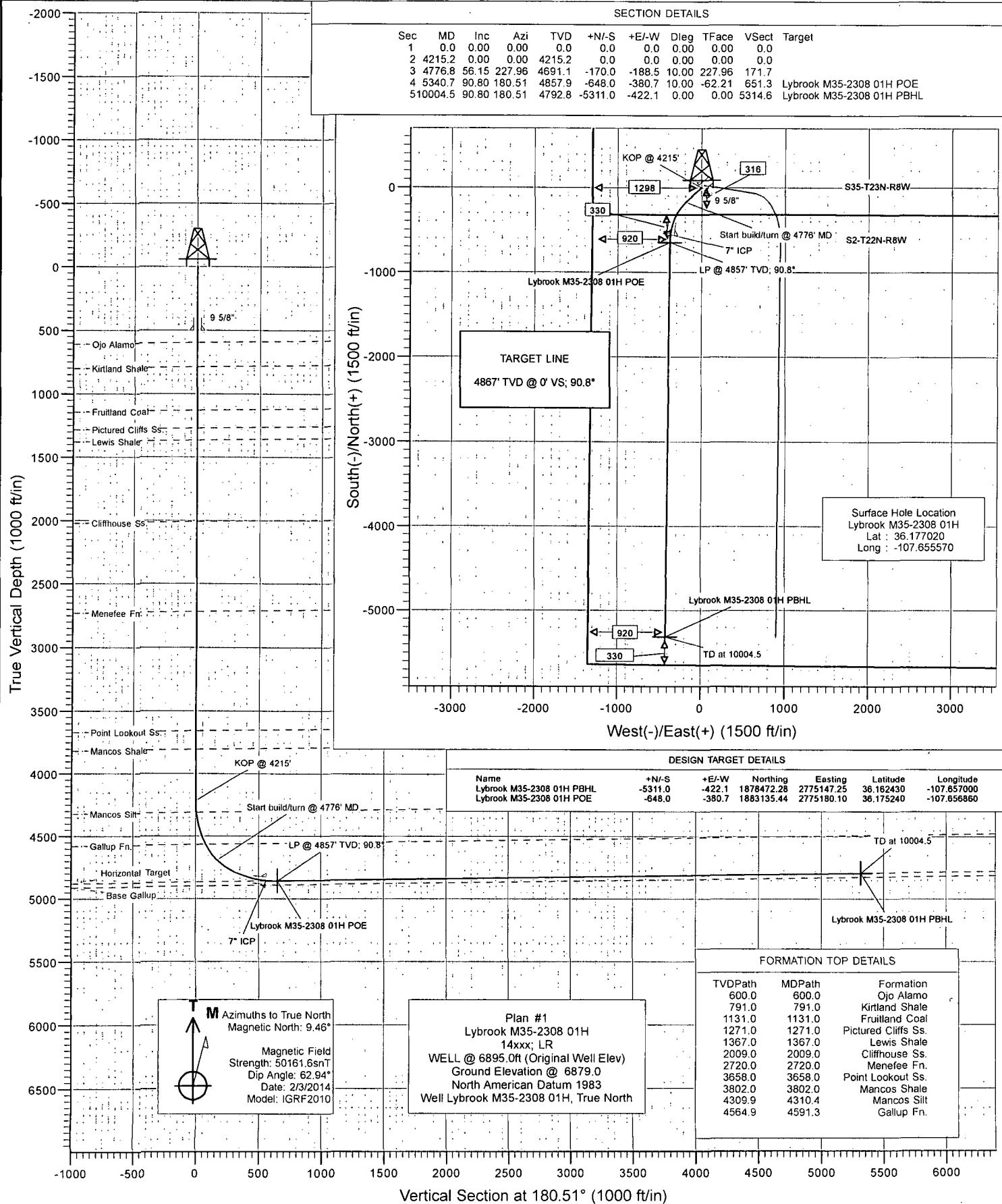
|                                       |       |        |
|---------------------------------------|-------|--------|
| Drilling Mud Weight (ppg)             | _____ | 9.625  |
| Tension Safety Factor                 | _____ | 1.80   |
| Maximum Tension Length (ft)           | _____ | 9,630  |
| Internal Yield Safety Factor          | _____ | 1.10   |
| Maximum Depth for Internal Yield (ft) | _____ | 14,150 |
| Collapse Safety Factor                | _____ | 1.125  |
| Maximum Collapse Depth (ft)           | _____ | 11,290 |

### API RELATED VALUES and INTERMEDIATE CALCULATION RESULTS

|                                            |       |         |
|--------------------------------------------|-------|---------|
| Coupling Thread Fracture Strength          | _____ | 464,000 |
| Pipe Thread Fracture Strength (lbs)        | _____ | 201,000 |
| Pipe Body Plain End Yield (lbs)            | _____ | 267,000 |
| Round Thread Pull-Out (lbs)                | _____ | 219,000 |
| Minimum Make-up Torque (ft-lbs)            | _____ | 1,640   |
| Nominal Make-up Torque (ft-lbs)            | _____ | 2,190   |
| Maximum Make-up Torque (ft-lbs)            | _____ | 2,740   |
| Coupling Internal Yield (psi)              | _____ | 10,660  |
| Pipe Body Internal Yield (psi)             | _____ | 7,780   |
| Leak @ E1 or E7 plane (psi)                | _____ | 17,920  |
| Pipe Hydrostatic Test Pressure @ 80 % SMYS | _____ | 7,100   |



Project: San Juan County, NM  
 Site: S35-T23N-R8W  
 Well: Lybrook M35-2308 01H  
 Wellbore: Hz  
 Design: Plan #1



# Cathedral Energy Services

## Planning Report

|           |                             |                              |                                      |
|-----------|-----------------------------|------------------------------|--------------------------------------|
| Database: | USA EDM 5000 Multi Users DB | Local Co-ordinate Reference: | Well Lybrook M35-2308 01H            |
| Company:  | EnCana Oil & Gas (USA) Inc  | TVD Reference:               | WELL @ 6895.0ft (Original Well Elev) |
| Project:  | San Juan County, NM         | MD Reference:                | WELL @ 6895.0ft (Original Well Elev) |
| Site:     | S35-T23N-R8W                | North Reference:             | True                                 |
| Well:     | Lybrook M35-2308 01H        | Survey Calculation Method:   | Minimum Curvature                    |
| Wellbore: | Hz                          |                              |                                      |
| Design:   | Plan #1                     |                              |                                      |

|             |                           |               |                |
|-------------|---------------------------|---------------|----------------|
| Project     | San Juan County, NM       |               |                |
| Map System: | US State Plane 1983       | System Datum: | Mean Sea Level |
| Geo Datum:  | North American Datum 1983 |               |                |
| Map Zone:   | New Mexico Western Zone   |               |                |

|                       |          |              |                 |                   |             |
|-----------------------|----------|--------------|-----------------|-------------------|-------------|
| Site                  |          | S35-T23N-R8W |                 |                   |             |
| Site Position:        |          | Northing:    | 1,883,784.09 ft | Latitude:         | 36.177020   |
| From:                 | Lat/Long | Easting:     | 2,775,559.63 ft | Longitude:        | -107.655570 |
| Position Uncertainty: | 0.0 ft   | Slot Radius: | 13.200 in       | Grid Convergence: | 0.10 °      |

|                      |                      |        |                     |                 |               |             |
|----------------------|----------------------|--------|---------------------|-----------------|---------------|-------------|
| Well                 | Lybrook M35-2308 01H |        |                     |                 |               |             |
| Well Position        | +N/-S                | 0.0 ft | Northing:           | 1,883,784.09 ft | Latitude:     | 36.177020   |
|                      | +E/-W                | 0.0 ft | Easting:            | 2,775,559.63 ft | Longitude:    | -107.655570 |
| Position Uncertainty |                      | 0.0 ft | Wellhead Elevation: | ft              | Ground Level: | 6,879.0 ft  |

|           |            |             |                    |                  |                        |
|-----------|------------|-------------|--------------------|------------------|------------------------|
| Wellbore  | Hz         |             |                    |                  |                        |
| Magnetics | Model Name | Sample Date | Declination<br>(°) | Dip Angle<br>(°) | Field Strength<br>(nT) |
|           | IGRF2010   | 2/3/2014    | 9.46               | 62.94            | 50,162                 |

|                   |                          |               |               |                  |
|-------------------|--------------------------|---------------|---------------|------------------|
| Design            | Plan #1                  |               |               |                  |
| Audit Notes:      |                          |               |               |                  |
| Version:          | Phase:                   | PLAN          | Tie On Depth: | 0.0              |
| Vertical Section: | Depth From (TVD)<br>(ft) | +N/-S<br>(ft) | +E/-W<br>(ft) | Direction<br>(°) |
|                   | 0.0                      | 0.0           | 0.0           | 180.51           |

| Plan Sections             |                    |                |                           |               |               |                             |                            |                           |            |                     |
|---------------------------|--------------------|----------------|---------------------------|---------------|---------------|-----------------------------|----------------------------|---------------------------|------------|---------------------|
| Measured<br>Depth<br>(ft) | Inclination<br>(°) | Azimuth<br>(°) | Vertical<br>Depth<br>(ft) | +N/-S<br>(ft) | +E/-W<br>(ft) | Dogleg<br>Rate<br>(°/100ft) | Build<br>Rate<br>(°/100ft) | Turn<br>Rate<br>(°/100ft) | TFO<br>(°) | Target              |
| 0.0                       | 0.00               | 0.00           | 0.0                       | 0.0           | 0.0           | 0.00                        | 0.00                       | 0.00                      | 0.00       |                     |
| 4,215.2                   | 0.00               | 0.00           | 4,215.2                   | 0.0           | 0.0           | 0.00                        | 0.00                       | 0.00                      | 0.00       |                     |
| 4,776.8                   | 56.15              | 227.96         | 4,691.1                   | -170.0        | -188.5        | 10.00                       | 10.00                      | 0.00                      | 227.96     |                     |
| 5,340.7                   | 90.80              | 180.51         | 4,857.9                   | -648.0        | -380.7        | 10.00                       | 6.14                       | -8.41                     | -62.21     | Lybrook M35-2308 01 |
| 10,004.5                  | 90.80              | 180.51         | 4,792.8                   | -5,311.0      | -422.1        | 0.00                        | 0.00                       | 0.00                      | 0.00       | Lybrook M35-2308 01 |

# Cathedral Energy Services

## Planning Report

|                  |                             |                                     |                                      |
|------------------|-----------------------------|-------------------------------------|--------------------------------------|
| <b>Database:</b> | USA EDM 5000 Multi Users DB | <b>Local Co-ordinate Reference:</b> | Well Lybrook M35-2308 01H            |
| <b>Company:</b>  | EnCana Oil & Gas (USA) Inc  | <b>TVD Reference:</b>               | WELL @ 6895.0ft (Original Well Elev) |
| <b>Project:</b>  | San Juan County, NM         | <b>MD Reference:</b>                | WELL @ 6895.0ft (Original Well Elev) |
| <b>Site:</b>     | S35-T23N-R8W                | <b>North Reference:</b>             | True                                 |
| <b>Well:</b>     | Lybrook M35-2308 01H        | <b>Survey Calculation Method:</b>   | Minimum Curvature                    |
| <b>Wellbore:</b> | H2                          |                                     |                                      |
| <b>Design:</b>   | Plan #1                     |                                     |                                      |

| Planned Survey      |                 |             |                     |            |            |                       |                       |                      |                       |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|-----------------------|
| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Comments / 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                 |                       |
| 500.0               | 0.00            | 0.00        | 500.0               | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | 9 5/8"                |
| 600.0               | 0.00            | 0.00        | 600.0               | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Ojo Alamo             |
| 700.0               | 0.00            | 0.00        | 700.0               | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 791.0               | 0.00            | 0.00        | 791.0               | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Kirtland Shale        |
| 800.0               | 0.00            | 0.00        | 800.0               | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 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                 |                       |
| 1,131.0             | 0.00            | 0.00        | 1,131.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Fruitland Coal        |
| 1,200.0             | 0.00            | 0.00        | 1,200.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 1,271.0             | 0.00            | 0.00        | 1,271.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Pictured Cliffs Ss.   |
| 1,300.0             | 0.00            | 0.00        | 1,300.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 1,367.0             | 0.00            | 0.00        | 1,367.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Lewis Shale           |
| 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                 |                       |
| 1,700.0             | 0.00            | 0.00        | 1,700.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 1,800.0             | 0.00            | 0.00        | 1,800.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 1,900.0             | 0.00            | 0.00        | 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                 |                       |
| 2,009.0             | 0.00            | 0.00        | 2,009.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Cliffhouse Ss.        |
| 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                 |                       |
| 2,500.0             | 0.00            | 0.00        | 2,500.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 2,600.0             | 0.00            | 0.00        | 2,600.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 2,700.0             | 0.00            | 0.00        | 2,700.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 2,720.0             | 0.00            | 0.00        | 2,720.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Menefee Fn.           |
| 2,800.0             | 0.00            | 0.00        | 2,800.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 2,900.0             | 0.00            | 0.00        | 2,900.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,000.0             | 0.00            | 0.00        | 3,000.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,100.0             | 0.00            | 0.00        | 3,100.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,200.0             | 0.00            | 0.00        | 3,200.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,300.0             | 0.00            | 0.00        | 3,300.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,400.0             | 0.00            | 0.00        | 3,400.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,500.0             | 0.00            | 0.00        | 3,500.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,600.0             | 0.00            | 0.00        | 3,600.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,658.0             | 0.00            | 0.00        | 3,658.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Point Lookout Ss.     |
| 3,700.0             | 0.00            | 0.00        | 3,700.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,800.0             | 0.00            | 0.00        | 3,800.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 3,802.0             | 0.00            | 0.00        | 3,802.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | Mancos Shale          |
| 3,900.0             | 0.00            | 0.00        | 3,900.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 4,000.0             | 0.00            | 0.00        | 4,000.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 4,100.0             | 0.00            | 0.00        | 4,100.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 4,200.0             | 0.00            | 0.00        | 4,200.0             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 |                       |
| 4,215.2             | 0.00            | 0.00        | 4,215.2             | 0.0        | 0.0        | 0.0                   | 0.00                  | 0.00                 | KOP @ 4215'           |

# Cathedral Energy Services

## Planning Report

Database: USA EDM 5000 Multi Users DB  
 Company: EnCana Oil & Gas (USA) Inc  
 Project: San Juan County, NM  
 Site: S35-T23N-R8W  
 Well: Lybrook M35-2308 01H  
 Wellbore: Hz  
 Design: Plan #1

Local Co-ordinate Reference:  
 TVD Reference:  
 MD Reference:  
 North Reference:  
 Survey Calculation Method:

Well Lybrook M35-2308 01H  
 WELL @ 6895.0ft (Original Well Elev)  
 WELL @ 6895.0ft (Original Well Elev)  
 True  
 Minimum Curvature

### Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Comments / Formations       |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|-----------------------------|
| 4,300.0             | 8.48            | 227.96      | 4,299.7             | -4.2       | -4.7       | 4.2                   | 10.00                 | 10.00                |                             |
| 4,310.4             | 9.52            | 227.96      | 4,309.9             | -5.3       | -5.9       | 5.3                   | 10.00                 | 10.00                | Mancos Silt                 |
| 4,400.0             | 18.48           | 227.96      | 4,396.8             | -19.8      | -21.9      | 20.0                  | 10.00                 | 10.00                |                             |
| 4,500.0             | 28.48           | 227.96      | 4,488.4             | -46.4      | -51.5      | 46.9                  | 10.00                 | 10.00                |                             |
| 4,591.3             | 37.61           | 227.96      | 4,564.9             | -79.7      | -88.4      | 80.5                  | 10.00                 | 10.00                | Gallup Fn.                  |
| 4,600.0             | 38.48           | 227.96      | 4,571.7             | -83.3      | -92.4      | 84.1                  | 10.00                 | 10.00                |                             |
| 4,700.0             | 48.47           | 227.96      | 4,644.2             | -129.3     | -143.4     | 130.6                 | 10.00                 | 10.00                |                             |
| 4,776.8             | 56.15           | 227.96      | 4,691.1             | -170.0     | -188.5     | 171.7                 | 10.00                 | 10.00                | Start build/turn @ 4776' MD |
| 4,800.0             | 57.26           | 225.52      | 4,703.8             | -183.3     | -202.7     | 185.1                 | 10.00                 | 4.76                 |                             |
| 4,900.0             | 62.51           | 215.68      | 4,754.1             | -249.0     | -258.7     | 251.3                 | 10.00                 | 5.25                 |                             |
| 5,000.0             | 68.39           | 206.78      | 4,795.7             | -326.7     | -305.6     | 329.4                 | 10.00                 | 5.88                 |                             |
| 5,100.0             | 74.70           | 198.61      | 4,827.4             | -414.1     | -342.0     | 417.1                 | 10.00                 | 6.31                 |                             |
| 5,200.0             | 81.30           | 190.92      | 4,848.2             | -508.6     | -366.9     | 511.8                 | 10.00                 | 6.59                 |                             |
| 5,247.0             | 84.45           | 187.41      | 4,854.0             | -554.6     | -374.3     | 557.9                 | 10.00                 | 6.72                 | 7" ICP                      |
| 5,300.0             | 88.04           | 183.50      | 4,857.5             | -607.3     | -379.3     | 610.6                 | 10.00                 | 6.76                 |                             |
| 5,340.7             | 90.80           | 180.51      | 4,857.9             | -648.0     | -380.7     | 651.3                 | 10.00                 | 6.78                 | LP @ 4857' TVD; 90.8°       |
| 5,400.0             | 90.80           | 180.51      | 4,857.1             | -707.2     | -381.2     | 710.6                 | 0.00                  | 0.00                 |                             |
| 5,500.0             | 90.80           | 180.51      | 4,855.7             | -807.2     | -382.1     | 810.6                 | 0.00                  | 0.00                 |                             |
| 5,600.0             | 90.80           | 180.51      | 4,854.3             | -907.2     | -383.0     | 910.6                 | 0.00                  | 0.00                 |                             |
| 5,700.0             | 90.80           | 180.51      | 4,852.9             | -1,007.2   | -383.9     | 1,010.5               | 0.00                  | 0.00                 |                             |
| 5,800.0             | 90.80           | 180.51      | 4,851.5             | -1,107.2   | -384.8     | 1,110.5               | 0.00                  | 0.00                 |                             |
| 5,900.0             | 90.80           | 180.51      | 4,850.1             | -1,207.1   | -385.7     | 1,210.5               | 0.00                  | 0.00                 |                             |
| 6,000.0             | 90.80           | 180.51      | 4,848.7             | -1,307.1   | -386.6     | 1,310.5               | 0.00                  | 0.00                 |                             |
| 6,100.0             | 90.80           | 180.51      | 4,847.3             | -1,407.1   | -387.5     | 1,410.5               | 0.00                  | 0.00                 |                             |
| 6,200.0             | 90.80           | 180.51      | 4,845.9             | -1,507.1   | -388.3     | 1,510.5               | 0.00                  | 0.00                 |                             |
| 6,300.0             | 90.80           | 180.51      | 4,844.5             | -1,607.1   | -389.2     | 1,610.5               | 0.00                  | 0.00                 |                             |
| 6,400.0             | 90.80           | 180.51      | 4,843.1             | -1,707.1   | -390.1     | 1,710.5               | 0.00                  | 0.00                 |                             |
| 6,500.0             | 90.80           | 180.51      | 4,841.7             | -1,807.1   | -391.0     | 1,810.5               | 0.00                  | 0.00                 |                             |
| 6,600.0             | 90.80           | 180.51      | 4,840.3             | -1,907.0   | -391.9     | 1,910.5               | 0.00                  | 0.00                 |                             |
| 6,700.0             | 90.80           | 180.51      | 4,838.9             | -2,007.0   | -392.8     | 2,010.4               | 0.00                  | 0.00                 |                             |
| 6,800.0             | 90.80           | 180.51      | 4,837.5             | -2,107.0   | -393.7     | 2,110.4               | 0.00                  | 0.00                 |                             |
| 6,900.0             | 90.80           | 180.51      | 4,836.1             | -2,207.0   | -394.6     | 2,210.4               | 0.00                  | 0.00                 |                             |
| 7,000.0             | 90.80           | 180.51      | 4,834.7             | -2,307.0   | -395.4     | 2,310.4               | 0.00                  | 0.00                 |                             |
| 7,100.0             | 90.80           | 180.51      | 4,833.3             | -2,407.0   | -396.3     | 2,410.4               | 0.00                  | 0.00                 |                             |
| 7,200.0             | 90.80           | 180.51      | 4,831.9             | -2,507.0   | -397.2     | 2,510.4               | 0.00                  | 0.00                 |                             |
| 7,300.0             | 90.80           | 180.51      | 4,830.5             | -2,606.9   | -398.1     | 2,610.4               | 0.00                  | 0.00                 |                             |
| 7,400.0             | 90.80           | 180.51      | 4,829.1             | -2,706.9   | -399.0     | 2,710.4               | 0.00                  | 0.00                 |                             |
| 7,500.0             | 90.80           | 180.51      | 4,827.8             | -2,806.9   | -399.9     | 2,810.4               | 0.00                  | 0.00                 |                             |
| 7,600.0             | 90.80           | 180.51      | 4,826.4             | -2,906.9   | -400.8     | 2,910.4               | 0.00                  | 0.00                 |                             |
| 7,700.0             | 90.80           | 180.51      | 4,825.0             | -3,006.9   | -401.7     | 3,010.3               | 0.00                  | 0.00                 |                             |
| 7,800.0             | 90.80           | 180.51      | 4,823.6             | -3,106.9   | -402.5     | 3,110.3               | 0.00                  | 0.00                 |                             |
| 7,900.0             | 90.80           | 180.51      | 4,822.2             | -3,206.9   | -403.4     | 3,210.3               | 0.00                  | 0.00                 |                             |
| 8,000.0             | 90.80           | 180.51      | 4,820.8             | -3,306.9   | -404.3     | 3,310.3               | 0.00                  | 0.00                 |                             |
| 8,100.0             | 90.80           | 180.51      | 4,819.4             | -3,406.8   | -405.2     | 3,410.3               | 0.00                  | 0.00                 |                             |
| 8,200.0             | 90.80           | 180.51      | 4,818.0             | -3,506.8   | -406.1     | 3,510.3               | 0.00                  | 0.00                 |                             |
| 8,300.0             | 90.80           | 180.51      | 4,816.6             | -3,606.8   | -407.0     | 3,610.3               | 0.00                  | 0.00                 |                             |
| 8,400.0             | 90.80           | 180.51      | 4,815.2             | -3,706.8   | -407.9     | 3,710.3               | 0.00                  | 0.00                 |                             |
| 8,500.0             | 90.80           | 180.51      | 4,813.8             | -3,806.8   | -408.8     | 3,810.3               | 0.00                  | 0.00                 |                             |
| 8,600.0             | 90.80           | 180.51      | 4,812.4             | -3,906.8   | -409.6     | 3,910.3               | 0.00                  | 0.00                 |                             |
| 8,700.0             | 90.80           | 180.51      | 4,811.0             | -4,006.8   | -410.5     | 4,010.3               | 0.00                  | 0.00                 |                             |
| 8,800.0             | 90.80           | 180.51      | 4,809.6             | -4,106.7   | -411.4     | 4,110.2               | 0.00                  | 0.00                 |                             |
| 8,900.0             | 90.80           | 180.51      | 4,808.2             | -4,206.7   | -412.3     | 4,210.2               | 0.00                  | 0.00                 |                             |

# Cathedral Energy Services

## Planning Report

|                  |                             |                                     |                                      |
|------------------|-----------------------------|-------------------------------------|--------------------------------------|
| <b>Database:</b> | USA EDM 5000 Multi Users DB | <b>Local Co-ordinate Reference:</b> | Well Lybrook M35-2308 01H            |
| <b>Company:</b>  | EnCana Oil & Gas (USA) Inc  | <b>TVD Reference:</b>               | WELL @ 6895.0ft (Original Well Elev) |
| <b>Project:</b>  | San Juan County, NM         | <b>MD Reference:</b>                | WELL @ 6895.0ft (Original Well Elev) |
| <b>Site:</b>     | S35-T23N-R8W                | <b>North Reference:</b>             | True                                 |
| <b>Well:</b>     | Lybrook M35-2308 01H        | <b>Survey Calculation Method:</b>   | Minimum Curvature                    |
| <b>Wellbore:</b> | Hz                          |                                     |                                      |
| <b>Design:</b>   | Plan #1                     |                                     |                                      |

### Planned Survey

| Measured Depth (ft) | Inclination (°) | Azimuth (°) | Vertical Depth (ft) | +N/-S (ft) | +E/-W (ft) | Vertical Section (ft) | Dogleg Rate (°/100ft) | Build Rate (°/100ft) | Comments / Formations |
|---------------------|-----------------|-------------|---------------------|------------|------------|-----------------------|-----------------------|----------------------|-----------------------|
| 9,000.0             | 90.80           | 180.51      | 4,806.8             | -4,306.7   | -413.2     | 4,310.2               | 0.00                  | 0.00                 |                       |
| 9,100.0             | 90.80           | 180.51      | 4,805.4             | -4,406.7   | -414.1     | 4,410.2               | 0.00                  | 0.00                 |                       |
| 9,200.0             | 90.80           | 180.51      | 4,804.0             | -4,506.7   | -415.0     | 4,510.2               | 0.00                  | 0.00                 |                       |
| 9,300.0             | 90.80           | 180.51      | 4,802.6             | -4,606.7   | -415.9     | 4,610.2               | 0.00                  | 0.00                 |                       |
| 9,400.0             | 90.80           | 180.51      | 4,801.2             | -4,706.7   | -416.7     | 4,710.2               | 0.00                  | 0.00                 |                       |
| 9,500.0             | 90.80           | 180.51      | 4,799.8             | -4,806.6   | -417.6     | 4,810.2               | 0.00                  | 0.00                 |                       |
| 9,600.0             | 90.80           | 180.51      | 4,798.4             | -4,906.6   | -418.5     | 4,910.2               | 0.00                  | 0.00                 |                       |
| 9,700.0             | 90.80           | 180.51      | 4,797.0             | -5,006.6   | -419.4     | 5,010.2               | 0.00                  | 0.00                 |                       |
| 9,800.0             | 90.80           | 180.51      | 4,795.6             | -5,106.6   | -420.3     | 5,110.1               | 0.00                  | 0.00                 |                       |
| 9,900.0             | 90.80           | 180.51      | 4,794.2             | -5,206.6   | -421.2     | 5,210.1               | 0.00                  | 0.00                 |                       |
| 10,000.0            | 90.80           | 180.51      | 4,792.8             | -5,306.6   | -422.1     | 5,310.1               | 0.00                  | 0.00                 |                       |
| 10,004.5            | 90.80           | 180.51      | 4,792.8             | -5,311.0   | -422.1     | 5,314.6               | 0.00                  | 0.00                 | TD at 10004.5         |

### Targets

| Target Name               | Dip Angle (°) | Dip Dir. (°) | TVD (ft) | +N/-S (ft) | +E/-W (ft) | Northing (ft) | Easting (ft) | Latitude  | Longitude   |
|---------------------------|---------------|--------------|----------|------------|------------|---------------|--------------|-----------|-------------|
| - hit/miss target         |               |              |          |            |            |               |              |           |             |
| - Shape                   |               |              |          |            |            |               |              |           |             |
| Lybrook M35-2308 01H      | 0.00          | 0.00         | 4,857.9  | -648.0     | -380.7     | 1,883,135.44  | 2,775,180.10 | 36.175240 | -107.656860 |
| - plan hits target center |               |              |          |            |            |               |              |           |             |
| - Point                   |               |              |          |            |            |               |              |           |             |
| Lybrook M35-2308 01H      | 0.00          | 0.00         | 4,792.8  | -5,311.0   | -422.1     | 1,878,472.28  | 2,775,147.25 | 36.162430 | -107.657000 |
| - plan hits target center |               |              |          |            |            |               |              |           |             |
| - Point                   |               |              |          |            |            |               |              |           |             |

### Casing Points

| Measured Depth (ft) | Vertical Depth (ft) | Name   | Casing Diameter (in) | Hole Diameter (in) |
|---------------------|---------------------|--------|----------------------|--------------------|
| 500.0               | 500.0               | 9 5/8" | 0.000                | 0.000              |
| 5,247.0             | 4,854.0             | 7" ICP | 0.000                | 0.000              |

# Cathedral Energy Services

## Planning Report

|                  |                             |                                     |                                      |
|------------------|-----------------------------|-------------------------------------|--------------------------------------|
| <b>Database:</b> | USA EDM 5000 Multi Users DB | <b>Local Co-ordinate Reference:</b> | Well Lybrook M35-2308 01H            |
| <b>Company:</b>  | EnCana Oil & Gas (USA) Inc  | <b>TVD Reference:</b>               | WELL @ 6895.0ft (Original Well Elev) |
| <b>Project:</b>  | San Juan County, NM         | <b>MD Reference:</b>                | WELL @ 6895.0ft (Original Well Elev) |
| <b>Site:</b>     | S35-T23N-R8W                | <b>North Reference:</b>             | True                                 |
| <b>Well:</b>     | Lybrook M35-2308 01H        | <b>Survey Calculation Method:</b>   | Minimum Curvature                    |
| <b>Wellbore:</b> | Hz                          |                                     |                                      |
| <b>Design:</b>   | Plan #1                     |                                     |                                      |

| Formations          |                     |                     |           |         |                   |  |
|---------------------|---------------------|---------------------|-----------|---------|-------------------|--|
| Measured Depth (ft) | Vertical Depth (ft) | Name                | Lithology | Dip (°) | Dip Direction (°) |  |
| 600.0               | 600.0               | Ojo Alamo           |           | -0.80   | 180.51            |  |
| 791.0               | 791.0               | Kirtland Shale      |           | -0.80   | 180.51            |  |
| 1,131.0             | 1,131.0             | Fruitland Coal      |           | -0.80   | 180.51            |  |
| 1,271.0             | 1,271.0             | Pictured Cliffs Ss. |           | -0.80   | 180.51            |  |
| 1,367.0             | 1,367.0             | Lewis Shale         |           | -0.80   | 180.51            |  |
| 2,009.0             | 2,009.0             | Cliffhouse Ss.      |           | -0.80   | 180.51            |  |
| 2,720.0             | 2,720.0             | Menefee Fn.         |           | -0.80   | 180.51            |  |
| 3,658.0             | 3,658.0             | Point Lookout Ss.   |           | -0.80   | 180.51            |  |
| 3,802.0             | 3,802.0             | Mancos Shale        |           | -0.80   | 180.51            |  |
| 4,310.4             | 4,310.0             | Mancos Silt         |           | -0.80   | 180.51            |  |
| 4,591.3             | 4,566.0             | Gallup Fn.          |           | -0.80   | 180.51            |  |

| Plan Annotations    |                     |                   |            |                             |  |
|---------------------|---------------------|-------------------|------------|-----------------------------|--|
| Measured Depth (ft) | Vertical Depth (ft) | Local Coordinates |            |                             |  |
|                     |                     | +N/-S (ft)        | +E/-W (ft) | Comment                     |  |
| 4,215.2             | 4,215.2             | 0.0               | 0.0        | KOP @ 4215'                 |  |
| 4,776.8             | 4,691.1             | -170.0            | -188.5     | Start build/turn @ 4776' MD |  |
| 5,340.7             | 4,857.9             | -648.0            | -380.7     | LP @ 4857' TVD; 90.8°       |  |
| 10,004.5            | 4,792.8             | -5,311.0          | -422.1     | TD at 10004.5               |  |

# **EnCana Oil & Gas (USA) Inc**

**San Juan County, NM**

**S35-T23N-R8W**

**Lybrook M35-2308 01H**

**Hz**

**Plan #1**

## **Anticollision Report**

**03 February, 2014**

# Anticollision Report

|                           |                            |                                     |                                      |
|---------------------------|----------------------------|-------------------------------------|--------------------------------------|
| <b>Company:</b>           | EnCana Oil & Gas (USA) Inc | <b>Local Co-ordinate Reference:</b> | Well Lybrook M35-2308 01H            |
| <b>Project:</b>           | San Juan County, NM        | <b>TVD Reference:</b>               | WELL @ 6895.0ft (Original Well Elev) |
| <b>Reference Site:</b>    | S35-T23N-R8W               | <b>MD Reference:</b>                | WELL @ 6895.0ft (Original Well Elev) |
| <b>Site Error:</b>        | 0.0ft                      | <b>North Reference:</b>             | True                                 |
| <b>Reference Well:</b>    | Lybrook M35-2308 01H       | <b>Survey Calculation Method:</b>   | Minimum Curvature                    |
| <b>Well Error:</b>        | 0.0ft                      | <b>Output errors are at</b>         | 2.00 sigma                           |
| <b>Reference Wellbore</b> | Hz                         | <b>Database:</b>                    | USA EDM 5000 Multi Users DB          |
| <b>Reference Design:</b>  | Plan #1                    | <b>Offset TVD Reference:</b>        | Offset Datum                         |

|                              |                                                                         |                |                     |
|------------------------------|-------------------------------------------------------------------------|----------------|---------------------|
| Reference                    |                                                                         | Plan #1        |                     |
| Filter type:                 | GLOBAL FILTER APPLIED: All wellpaths within 200'+ 100/1000 of reference |                |                     |
| Interpolation Method:        | MD Interval 100.0ft                                                     | Error Model:   | Systematic Ellipse  |
| Depth Range:                 | Unlimited                                                               | Scan Method:   | Closest Approach 3D |
| Results Limited by:          | Maximum center-center distance of 1,200.4ft                             | Error Surface: | Elliptical Conic    |
| Warning Levels Evaluated at: | 2.00 Sigma                                                              |                |                     |

|                     |            |                   |             |             |  |
|---------------------|------------|-------------------|-------------|-------------|--|
| Survey Tool Program |            | Date              | 2/3/2014    |             |  |
| From<br>(ft)        | To<br>(ft) | Survey (Wellbore) | Tool Name   | Description |  |
| 0.0                 | 10,004.4   | Plan #1 (Hz)      | Geolink MWD | Geolink MWD |  |

| Summary                             |                               |                            |                               |                                |                   |            |
|-------------------------------------|-------------------------------|----------------------------|-------------------------------|--------------------------------|-------------------|------------|
| Site Name                           | Reference Measured Depth (ft) | Offset Measured Depth (ft) | Distance Between Centres (ft) | Distance Between Ellipses (ft) | Separation Factor | Warning    |
| Offset Well - Wellbore - Design     |                               |                            |                               |                                |                   |            |
| S35-T23N-R8W                        |                               |                            |                               |                                |                   |            |
| Lybrook M35-2308 02H - Hz - Plan #1 | 3,800.0                       | 3,800.0                    | 43.6                          | 30.4                           | 3.302             | CC, ES, SF |

# Anticollision Report

|                           |                            |                                     |                                      |
|---------------------------|----------------------------|-------------------------------------|--------------------------------------|
| <b>Company:</b>           | EnCana Oil & Gas (USA) Inc | <b>Local Co-ordinate Reference:</b> | Well Lybrook M35-2308 01H            |
| <b>Project:</b>           | San Juan County, NM        | <b>TVD Reference:</b>               | WELL @ 6895.0ft (Original Well Elev) |
| <b>Reference Site:</b>    | S35-T23N-R8W               | <b>MD Reference:</b>                | WELL @ 6895.0ft (Original Well Elev) |
| <b>Site Error:</b>        | 0.0ft                      | <b>North Reference:</b>             | True                                 |
| <b>Reference Well:</b>    | Lybrook M35-2308 01H       | <b>Survey Calculation Method:</b>   | Minimum Curvature                    |
| <b>Well Error:</b>        | 0.0ft                      | <b>Output errors are at</b>         | 2.00 sigma                           |
| <b>Reference Wellbore</b> | HZ                         | <b>Database:</b>                    | USA EDM 5000 Multi Users DB          |
| <b>Reference Design:</b>  | Plan #1                    | <b>Offset TVD Reference:</b>        | Offset Datum                         |

| Offset Design S35-T23N-R8W - Lybrook M35-2308 02H - Hz - Plan #1 |                     |                     |                     |                |             |                       |                                   |            |                      |                       |                  |                  | Offset Site Error: | 0.0 ft |
|------------------------------------------------------------------|---------------------|---------------------|---------------------|----------------|-------------|-----------------------|-----------------------------------|------------|----------------------|-----------------------|------------------|------------------|--------------------|--------|
| Survey Program: O-Geolink MWD                                    |                     |                     |                     |                |             |                       |                                   |            |                      |                       |                  |                  | Offset Well Error: | 0.0 ft |
| Reference                                                        | Offset              | Semi Major Axis     |                     | Distance       |             | Total                 |                                   | Separation |                      | Warning               |                  |                  |                    |        |
| Measured Depth (ft)                                              | Vertical Depth (ft) | Measured Depth (ft) | Vertical Depth (ft) | Reference (ft) | Offset (ft) | Highside Toolface (°) | Offset Wellbore Centre +N/-S (ft) | +E/-W (ft) | Between Centres (ft) | Between Ellipses (ft) | Uncertainty Axis | Factor           |                    |        |
| 0.0                                                              | 0.0                 | 0.0                 | 0.0                 | 0.0            | 0.0         | 48.11                 | 29.1                              | 32.5       | 43.6                 |                       |                  |                  |                    |        |
| 100.0                                                            | 100.0               | 100.0               | 100.0               | 0.1            | 0.1         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 43.3                  | 0.29             | 148.736          |                    |        |
| 200.0                                                            | 200.0               | 200.0               | 200.0               | 0.3            | 0.3         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 43.0                  | 0.64             | 67.901           |                    |        |
| 300.0                                                            | 300.0               | 300.0               | 300.0               | 0.5            | 0.5         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 42.6                  | 0.99             | 43.992           |                    |        |
| 400.0                                                            | 400.0               | 400.0               | 400.0               | 0.7            | 0.7         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 42.3                  | 1.34             | 32.536           |                    |        |
| 500.0                                                            | 500.0               | 500.0               | 500.0               | 0.8            | 0.8         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 41.9                  | 1.69             | 25.814           |                    |        |
| 600.0                                                            | 600.0               | 600.0               | 600.0               | 1.0            | 1.0         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 41.6                  | 2.04             | 21.394           |                    |        |
| 700.0                                                            | 700.0               | 700.0               | 700.0               | 1.2            | 1.2         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 41.2                  | 2.39             | 18.266           |                    |        |
| 800.0                                                            | 800.0               | 800.0               | 800.0               | 1.4            | 1.4         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 40.9                  | 2.74             | 15.936           |                    |        |
| 900.0                                                            | 900.0               | 900.0               | 900.0               | 1.5            | 1.5         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 40.5                  | 3.09             | 14.133           |                    |        |
| 1,000.0                                                          | 1,000.0             | 1,000.0             | 1,000.0             | 1.7            | 1.7         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 40.2                  | 3.43             | 12.697           |                    |        |
| 1,100.0                                                          | 1,100.0             | 1,100.0             | 1,100.0             | 1.9            | 1.9         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 39.8                  | 3.78             | 11.526           |                    |        |
| 1,200.0                                                          | 1,200.0             | 1,200.0             | 1,200.0             | 2.1            | 2.1         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 39.5                  | 4.13             | 10.552           |                    |        |
| 1,300.0                                                          | 1,300.0             | 1,300.0             | 1,300.0             | 2.2            | 2.2         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 39.1                  | 4.48             | 9.730            |                    |        |
| 1,400.0                                                          | 1,400.0             | 1,400.0             | 1,400.0             | 2.4            | 2.4         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 38.8                  | 4.83             | 9.027            |                    |        |
| 1,500.0                                                          | 1,500.0             | 1,500.0             | 1,500.0             | 2.6            | 2.6         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 38.4                  | 5.18             | 8.419            |                    |        |
| 1,600.0                                                          | 1,600.0             | 1,600.0             | 1,600.0             | 2.8            | 2.8         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 38.1                  | 5.53             | 7.888            |                    |        |
| 1,700.0                                                          | 1,700.0             | 1,700.0             | 1,700.0             | 2.9            | 2.9         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 37.7                  | 5.88             | 7.419            |                    |        |
| 1,800.0                                                          | 1,800.0             | 1,800.0             | 1,800.0             | 3.1            | 3.1         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 37.4                  | 6.23             | 7.003            |                    |        |
| 1,900.0                                                          | 1,900.0             | 1,900.0             | 1,900.0             | 3.3            | 3.3         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 37.0                  | 6.58             | 6.632            |                    |        |
| 2,000.0                                                          | 2,000.0             | 2,000.0             | 2,000.0             | 3.5            | 3.5         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 36.7                  | 6.93             | 6.297            |                    |        |
| 2,100.0                                                          | 2,100.0             | 2,100.0             | 2,100.0             | 3.6            | 3.6         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 36.3                  | 7.27             | 5.995            |                    |        |
| 2,200.0                                                          | 2,200.0             | 2,200.0             | 2,200.0             | 3.8            | 3.8         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 36.0                  | 7.62             | 5.721            |                    |        |
| 2,300.0                                                          | 2,300.0             | 2,300.0             | 2,300.0             | 4.0            | 4.0         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 35.6                  | 7.97             | 5.470            |                    |        |
| 2,400.0                                                          | 2,400.0             | 2,400.0             | 2,400.0             | 4.2            | 4.2         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 35.3                  | 8.32             | 5.241            |                    |        |
| 2,500.0                                                          | 2,500.0             | 2,500.0             | 2,500.0             | 4.3            | 4.3         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 34.9                  | 8.67             | 5.030            |                    |        |
| 2,600.0                                                          | 2,600.0             | 2,600.0             | 2,600.0             | 4.5            | 4.5         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 34.6                  | 9.02             | 4.835            |                    |        |
| 2,700.0                                                          | 2,700.0             | 2,700.0             | 2,700.0             | 4.7            | 4.7         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 34.2                  | 9.37             | 4.655            |                    |        |
| 2,800.0                                                          | 2,800.0             | 2,800.0             | 2,800.0             | 4.9            | 4.9         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 33.9                  | 9.72             | 4.488            |                    |        |
| 2,900.0                                                          | 2,900.0             | 2,900.0             | 2,900.0             | 5.0            | 5.0         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 33.5                  | 10.07            | 4.332            |                    |        |
| 3,000.0                                                          | 3,000.0             | 3,000.0             | 3,000.0             | 5.2            | 5.2         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 33.2                  | 10.42            | 4.187            |                    |        |
| 3,100.0                                                          | 3,100.0             | 3,100.0             | 3,100.0             | 5.4            | 5.4         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 32.8                  | 10.77            | 4.051            |                    |        |
| 3,200.0                                                          | 3,200.0             | 3,200.0             | 3,200.0             | 5.6            | 5.6         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 32.5                  | 11.11            | 3.924            |                    |        |
| 3,300.0                                                          | 3,300.0             | 3,300.0             | 3,300.0             | 5.7            | 5.7         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 32.1                  | 11.46            | 3.804            |                    |        |
| 3,400.0                                                          | 3,400.0             | 3,400.0             | 3,400.0             | 5.9            | 5.9         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 31.8                  | 11.81            | 3.692            |                    |        |
| 3,500.0                                                          | 3,500.0             | 3,500.0             | 3,500.0             | 6.1            | 6.1         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 31.5                  | 12.16            | 3.586            |                    |        |
| 3,600.0                                                          | 3,600.0             | 3,600.0             | 3,600.0             | 6.3            | 6.3         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 31.1                  | 12.51            | 3.486            |                    |        |
| 3,700.0                                                          | 3,700.0             | 3,700.0             | 3,700.0             | 6.4            | 6.4         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 30.8                  | 12.86            | 3.391            |                    |        |
| 3,800.0                                                          | 3,800.0             | 3,800.0             | 3,800.0             | 6.6            | 6.6         | 48.11                 | 29.1                              | 32.5       | 43.6                 | 30.4                  | 13.21            | 3.302 CC, ES, SF |                    |        |
| 3,900.0                                                          | 3,900.0             | 3,897.0             | 3,896.9             | 6.8            | 6.8         | 52.97                 | 28.1                              | 37.3       | 46.8                 | 33.3                  | 13.55            | 3.454            |                    |        |
| 4,000.0                                                          | 4,000.0             | 3,992.1             | 3,990.8             | 7.0            | 7.0         | 63.81                 | 25.2                              | 51.3       | 57.9                 | 44.0                  | 13.91            | 4.166            |                    |        |
| 4,100.0                                                          | 4,100.0             | 4,083.4             | 4,079.3             | 7.1            | 7.2         | 74.24                 | 20.7                              | 73.4       | 79.0                 | 64.7                  | 14.28            | 5.532            |                    |        |
| 4,200.0                                                          | 4,200.0             | 4,169.8             | 4,160.6             | 7.3            | 7.4         | 81.69                 | 14.9                              | 101.7      | 110.1                | 95.4                  | 14.68            | 7.500            |                    |        |
| 4,300.0                                                          | 4,299.7             | 4,250.0             | 4,233.5             | 7.5            | 7.7         | -140.14               | 8.1                               | 134.4      | 154.5                | 139.7                 | 14.81            | 10.433           |                    |        |
| 4,400.0                                                          | 4,396.8             | 4,314.5             | 4,290.0             | 7.7            | 8.0         | -135.63               | 1.8                               | 165.0      | 216.4                | 201.5                 | 14.88            | 14.537           |                    |        |
| 4,500.0                                                          | 4,488.4             | 4,366.1             | 4,333.5             | 8.0            | 8.3         | -130.00               | -3.7                              | 192.1      | 291.8                | 276.8                 | 14.97            | 19.495           |                    |        |
| 4,600.0                                                          | 4,571.7             | 4,400.0             | 4,361.3             | 8.4            | 8.5         | -120.09               | -7.7                              | 211.1      | 377.0                | 361.5                 | 15.44            | 24.416           |                    |        |
| 4,700.0                                                          | 4,644.2             | 4,427.1             | 4,383.0             | 9.1            | 8.7         | -103.81               | -10.9                             | 227.0      | 468.5                | 451.7                 | 16.76            | 27.946           |                    |        |
| 4,800.0                                                          | 4,703.8             | 4,439.2             | 4,392.5             | 10.1           | 8.8         | -81.20                | -12.4                             | 234.3      | 563.1                | 544.9                 | 18.14            | 31.046           |                    |        |
| 4,900.0                                                          | 4,754.1             | 4,450.0             | 4,401.0             | 11.3           | 8.9         | -71.36                | -13.8                             | 240.9      | 655.4                | 636.6                 | 18.80            | 34.862           |                    |        |
| 5,000.0                                                          | 4,795.7             | 4,450.0             | 4,401.0             | 12.5           | 8.9         | -63.44                | -13.8                             | 240.9      | 743.2                | 724.1                 | 19.15            | 38.809           |                    |        |
| 5,100.0                                                          | 4,827.4             | 4,463.6             | 4,411.5             | 13.9           | 9.0         | -59.85                | -15.5                             | 249.4      | 825.6                | 806.0                 | 19.59            | 42.141           |                    |        |

CC - Min centre to center distance or covergent point, SF - min separation factor, ES - min ellipse separation

# Anticollision Report

|                           |                            |                                     |                                      |
|---------------------------|----------------------------|-------------------------------------|--------------------------------------|
| <b>Company:</b>           | EnCana Oil & Gas (USA) Inc | <b>Local Co-ordinate Reference:</b> | Well Lybrook M35-2308 01H            |
| <b>Project:</b>           | San Juan County, NM        | <b>TVD Reference:</b>               | WELL @ 6895.0ft (Original Well Elev) |
| <b>Reference Site:</b>    | S35-T23N-R8W               | <b>MD Reference:</b>                | WELL @ 6895.0ft (Original Well Elev) |
| <b>Site Error:</b>        | 0.0ft                      | <b>North Reference:</b>             | True                                 |
| <b>Reference Well:</b>    | Lybrook M35-2308 01H       | <b>Survey Calculation Method:</b>   | Minimum Curvature                    |
| <b>Well Error:</b>        | 0.0ft                      | <b>Output errors are at</b>         | 2.00 sigma                           |
| <b>Reference Wellbore</b> | Hz                         | <b>Database:</b>                    | USA EDM 5000 Multi Users DB          |
| <b>Reference Design:</b>  | Plan #1                    | <b>Offset TVD Reference:</b>        | Offset Datum                         |

| Offset Design S35-T23N-R8W - Lybrook M35-2308 02H - Hz - Plan #1 |                           |                           |                           |                   |                |                             |                        |               |                            |                             |                              |                      |         | Offset Site Error: | 0.0 ft |
|------------------------------------------------------------------|---------------------------|---------------------------|---------------------------|-------------------|----------------|-----------------------------|------------------------|---------------|----------------------------|-----------------------------|------------------------------|----------------------|---------|--------------------|--------|
| Survey Program: 0-Geolink MWD                                    |                           |                           |                           |                   |                |                             |                        |               |                            |                             |                              |                      |         | Offset Well Error: | 0.0 ft |
| Reference                                                        |                           | Offset                    |                           | Semi Major Axis   |                | Highside<br>Toolface<br>(°) | Offset Wellbore Centre |               | Distance                   |                             | Total<br>Uncertainty<br>Axis | Separation<br>Factor | Warning |                    |        |
| Measured<br>Depth<br>(ft)                                        | Vertical<br>Depth<br>(ft) | Measured<br>Depth<br>(ft) | Vertical<br>Depth<br>(ft) | Reference<br>(ft) | Offset<br>(ft) |                             | +N/-S<br>(ft)          | +E/-W<br>(ft) | Between<br>Centres<br>(ft) | Between<br>Ellipses<br>(ft) |                              |                      |         |                    |        |
| 5,200.0                                                          | 4,848.2                   | 4,471.0                   | 4,417.2                   | 15.2              | 9.1            | -57.02                      | -16.5                  | 254.1         | 901.9                      | 882.1                       | 19.85                        | 45.445               |         |                    |        |
| 5,300.0                                                          | 4,857.5                   | 4,478.2                   | 4,422.6                   | 16.5              | 9.1            | -55.48                      | -17.4                  | 258.6         | 971.6                      | 951.5                       | 20.04                        | 48.477               |         |                    |        |
| 5,400.0                                                          | 4,857.1                   | 4,485.0                   | 4,427.8                   | 17.8              | 9.2            | -55.48                      | -18.3                  | 263.0         | 1,036.3                    | 1,015.4                     | 20.89                        | 49.611               |         |                    |        |
| 5,500.0                                                          | 4,855.7                   | 4,500.0                   | 4,439.0                   | 19.2              | 9.3            | -56.57                      | -20.3                  | 272.7         | 1,105.3                    | 1,082.9                     | 22.37                        | 49.402               |         |                    |        |
| 5,600.0                                                          | 4,854.3                   | 4,500.0                   | 4,439.0                   | 20.6              | 9.3            | -56.57                      | -20.3                  | 272.7         | 1,178.5                    | 1,154.9                     | 23.66                        | 49.805               |         |                    |        |

# Anticollision Report

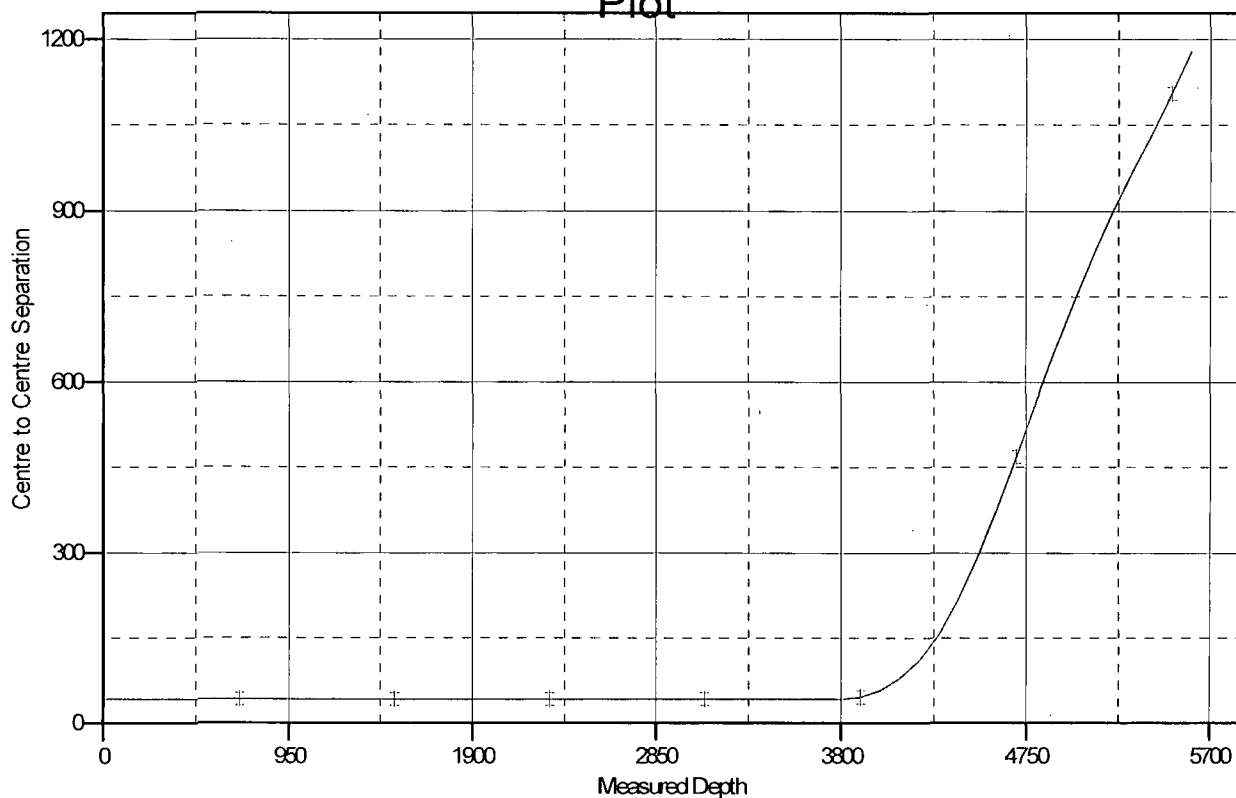
**Company:** EnCana Oil & Gas (USA) Inc  
**Project:** San Juan County, NM  
**Reference Site:** S35-T23N-R8W  
**Site Error:** 0.0ft  
**Reference Well:** Lybrook M35-2308 01H  
**Well Error:** 0.0ft  
**Reference Wellbore:** Hz  
**Reference Design:** Plan #1

**Local Co-ordinate Reference:** Well Lybrook M35-2308 01H  
**TVD Reference:** WELL @ 6895.0ft (Original Well Elev)  
**MD Reference:** WELL @ 6895.0ft (Original Well Elev)  
**North Reference:** True  
**Survey Calculation Method:** Minimum Curvature  
**Output errors are at:** 2.00 sigma  
**Database:** USA EDM 5000 Multi Users DB  
**Offset TVD Reference:** Offset Datum

Reference Depths are relative to WELL @ 6895.0ft (Original Well Elev)  
 Offset Depths are relative to Offset Datum  
 Central Meridian is -107.833333 °

Coordinates are relative to: Lybrook M35-2308 01H  
 Coordinate System is US State Plane 1983, New Mexico Western Zone  
 Grid Convergence at Surface is: 0.10°

## Ladder Plot



## LEGEND

Lybrook M35-2308 02H, Hz, Plan #1 V0