

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

RECEIVED

MAY 15 2013

FORM APPROVED  
OMB No. 1004-0137  
Expires: July 31, 2010

**SUNDRY NOTICES AND REPORTS ON WELLS** **Farmington Field**  
**Do not use this form for proposals to drill or to re-enter an**  
**abandoned well. Use Form 3160-3 (APD) for such proposals.**

Lease Serial No.  
NM NM 109391

Operator, Allottee or Tribe Name

RCVD MAY 23 '13

SUBMIT IN TRIPLICATE - Other instructions on page 2.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No. OIL CONS. DIV.
2. Name of Operator Encana Oil & Gas (USA) Inc.		8. Well Name and No. Lybrook P01-2207 01H    DIST. 3
3a. Address 370 17th Street, Suite 1700 Denver, CO 80202    ATTN: ROBYNN HADEN	3b. Phone No. (include area code) 720-876-3941	9. API Well No. 30-043-21134
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL: 816' FSL and 412' FEL Sec 1, T22N, R7W BHL: 753' FSL and 344' FWL Sec 1, T22N, R7W		10. Field and Pool or Exploratory Area Lybrook Gallup
		11. Country or Parish, State Sandoval, NM

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other <u>Flare Extension</u>
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> 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 recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be 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 recompletion in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Encana Oil & Gas (USA) Inc. (Encana) completed the Lybrook P01-2207 01H well on 4/30/13. Encana requests an exception from APD COA IV. Gas Flaring (gas test period of 30 days from well completion or 50 MMCF, whichever comes first) and requests an additional 30 days to flare the gas from this well. This extension is requested because this well was completed using a larger frac design which resulted in larger nitrogen and water volumes and additional time is needed to remove fluid off of the formation and clean up the well and additional flaring would allow for a better understanding of the well's potential and the Lybrook area potential.

Based on initial results of 350bbbls/d, Encana estimates that an average of approximately 1300 mcf/d will be flared. Encana will send the gas analysis when the data becomes available.

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

**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**

\* Extension will expire 6/16/2013

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) Robynn Haden	Title Engineering Technologist
Signature	Date 5/14/13

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by <u>Troy L. Salvors</u>	Title <u>Petroleum Engineer</u>	Date <u>5/16/2013</u>
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 <u>FFO</u>	

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.