

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary



New Mexico Oil Conservation Division approval and conditions listed below are made in accordance with OCD Rule 19.15.7.11 and are in addition to the actions approved by BLM on the following 3160-3 APD form.

Operator Signature Date: 9-16-14

Well information;

Operator Encana, Well Name and Number Escrito D192409 #02H

API# 30-045-35591, Section 19, Township 24 N, Range 9 E

Conditions of Approval:

(See the below checked and handwritten conditions)

- ☒ Notify Aztec OCD 24hrs prior to casing & cement.
- ☒ Hold C-104 for directional survey & "As Drilled" Plat
- ☒ Hold C-104 for NSL, NSP, DHC
- ☐ Spacing rule violation. Operator must follow up with change of status notification on other well to be shut in or abandoned
- ☐ Regarding the use of a pit, closed loop system or below grade tank, the operator must comply with the following as applicable:
 - A pit requires a complete C-144 be submitted and approved prior to the construction or use of the pit, pursuant to 19.15.17.8.A
 - A closed loop system requires notification prior to use, pursuant to 19.15.17.9.A
 - A below grade tank requires a registration be filed prior to the construction or use of the below grade tank, pursuant to 19.15.17.8.C
- ☐ Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string
- ☒ Regarding Hydraulic Fracturing, review EPA Underground Injection Control Guidance 84
- ☒ Oil base muds are not to be used until fresh water zones are cased and cemented providing isolation from the oil or diesel. This includes synthetic oils. Oil based mud, drilling fluids and solids must be contained in a steel closed loop system.
- ☒ Well-bore communication is regulated under 19.15.29 NMAC. This requires well-bore Communication to be reported in accordance with 19.15.29.8.

NMOCD Approved by Signature

11-3-2014
Date
Ke

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

RECEIVED

SEP 18 2014

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

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. NM 62973 and NM 54983
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator Encana Oil & Gas (USA) Inc.		7. If Unit or CA Agreement, Name and No. NA
3a. Address 370 17th Street, Suite 1700 Denver, CO 80202		8. Lease Name and Well No. Escrito D19-2409 02H
3b. Phone No. (include area code) 720-876-5994		9. API Well No. 30-045-35591
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface 741' FNL and 341' FWL Section 19, T24N, R9W At proposed prod. zone 1720' FNL and 330' FWL Section 24, T24N, R10W		10. Field and Pool, or Exploratory Basin Mancos Gas/Bisti Lower Gallup
14. Distance in miles and direction from nearest town or post office* +/- 32.64 miles south from intersection of US Hwy 550 and US Hwy 64 in Bloomfield, NM		11. Sec., T. R. M. or Blk. and Survey or Area Section 24, T24N, R10W NMPM
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) BHL is 330' FWL Section 24, T24N, R10W	16. No. of acres in lease NM 54983 - 80 acres NM 62973 - 240 acres	17. Spacing Unit dedicated to this well 320.0 acres - N/2 Section 24, T24N, R10W
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. SHL is +/- 30' S of Escrito D19-2409 01H	19. Proposed Depth 5343' TVD/ 10,503' MD	20. BLM/BIA Bond No. on file COB-000235
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 6983' GL; 6999' KB	22. Approximate date work will start* 03/01/2015	23. Estimated duration 20 days

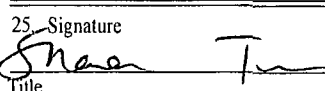
OIL CONS. DIV DIST. 3

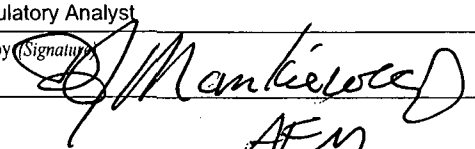
NOV 03 2014

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this form:

1. Well plat certified by a registered surveyor.
2. A Drilling Plan.
3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
5. Operator certification
6. Such other site specific information and/or plans as may be required by the BLM.

25. Signature 	Name (Printed/Typed) Shannon Turk	Date 9/16/14
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Regulatory Analyst Approved by (Signature) 	Name (Printed/Typed) AFM	Date 10/30/14
Title AFM	Office FFO	

Application approval 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.
Conditions of approval, if any, are attached.

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.

(Continued on page 2)

This action is subject to technical and procedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

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

*(Instructions on page 2)
DRILLING OPERATIONS
AUTHORIZED ARE SUBJECT TO
COMPLIANCE WITH ATTACHED
"GENERAL REQUIREMENTS"

District I
1625 N. French Drive, Hobbs, NM 88240
Phone: (575) 393-6161 Fax: (575) 393-0720

District II
811 S. First Street, Artesia, NM 88210
Phone: (575) 748-1283 Fax: (575) 748-9720

District III
1000 Rio Brazos Road, Aztec, NM 87410
Phone: (505) 334-6178 Fax: (505) 334-6170

District IV
1220 S. St. Francis Drive, Santa Fe, NM 87505
Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to
Appropriate District Office

OIL CONSERVATION DIVISION

1220 South St. Francis Drive
Santa Fe, NM 87505

☐ AMENDED REPORT

SEP 18 2014

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-35591	*Pool Code 5890 / 97232	*Pool Name BISTI-LOWER GALLUP / BASIN MANCOS
*Property Code 313859	*Property Name ESCRITO D19-2409	*Well Number 02H
*OGRID No. 282327	*Operator Name ENCANA OIL & GAS (USA) INC.	*Elevation 6983'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
D	19	24N	9W	1	741	NORTH	341	WEST	SAN JUAN

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
E	24	24N	10W		1720	NORTH	330	WEST	SAN JUAN

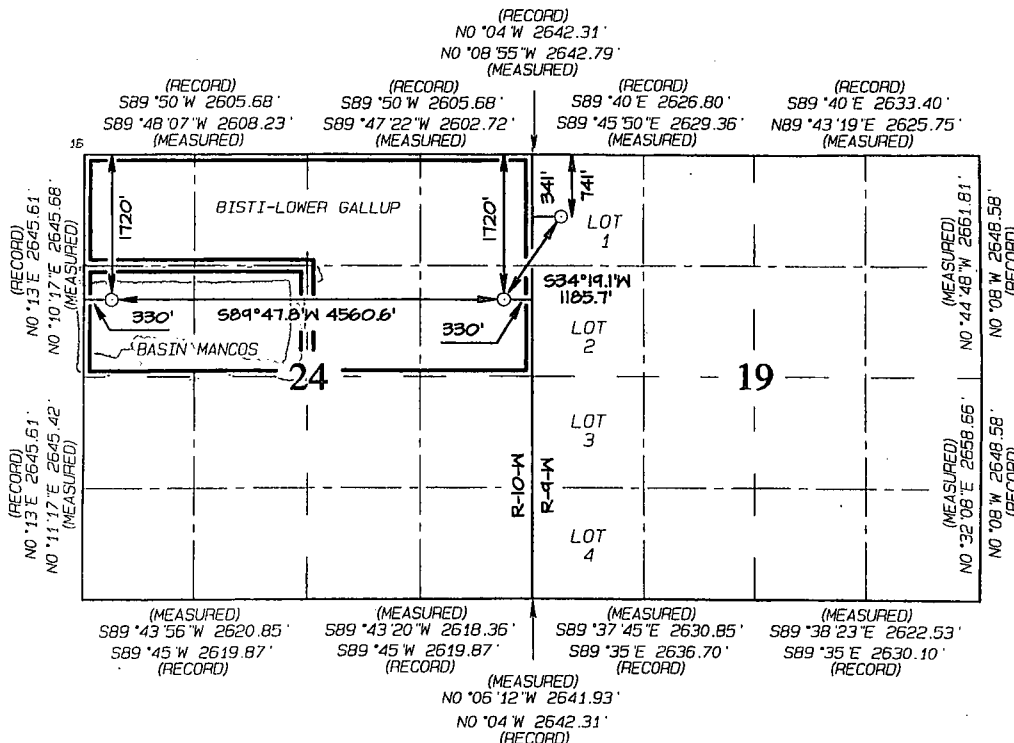
12 Dedicated Acres 320.0	S/2 NE/4, N/2 N/2 - GALLUP S/2 NW/4 - BASIN MANCOS	13 Joint or Infill	14 Consolidation Code	15 Order No.
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80 mancos 240 Gallup

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE
BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

OIL CONS. DIV DIST. 3

NOV 03 2014



17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

Signature: Shannon Turk Date: 9/14/14

Printed Name: shannon.turk@encana.com

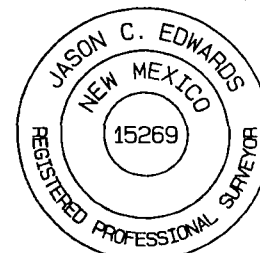
E-mail Address:

18 SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Date Revised: AUGUST 31, 2014
Survey Date: OCTOBER 16, 2012

Signature and Seal of Professional Surveyor



JASON C. EDWARDS
Certificate Number 15269

END-OF-LATERAL
1720' FNL 330' FWL
SECTION 24, T24N, R10W
LAT: 36.30201°N
LONG: 107.85519°W
DATUM: NAD1927

LAT: 36.30202°N
LONG: 107.85581°W
DATUM: NAD1983

POINT-OF-ENTRY
1720' FNL 330' FEL
SECTION 24, T24N, R10W
LAT: 36.30205°N
LONG: 107.83972°W
DATUM: NAD1927

LAT: 36.30207°N
LONG: 107.84033°W
DATUM: NAD1983

SURFACE LOCATION
741' FNL 341' FWL
SECTION 19, T24N, R9W
LAT: 36.30474°N
LONG: 107.83745°W
DATUM: NAD1927

LAT: 36.30476°N
LONG: 107.83806°W
DATUM: NAD1983

Escrito D19-2409 02H
 SHL: 741' FNL & 341' FWL Sec 19 T24N R09W
 BHL: 1720' FNL & 330' FWL Sec T24N R10W
 San Juan, New Mexico

Encana Oil & Gas (USA) Inc. Drilling Plan

1. ESTIMATED TOPS OF GEOLOGICAL MARKERS (TVD)

The estimated tops of important geologic markers are as follows:

Formation	Depth (TVD) units = feet
San Jose Fn.	n/a
Nacimiento Fn.	surface
Ojo Alamo Ss.	922
Kirtland Shale	1,104
Fruitland Coal	1,416
Pictured Cliffs Ss.	1,703
Lewis Shale	1,857
Cliffhouse Ss.	2,469
Menefee Fn.	3,222
Point Lookout Ss.	4,175
Mancos Shale	4,344
Mancos Silt	4,885
Gallup Fn.	5,155
Base Gallup	5,461

The referenced surface elevation is 6983', KB 6999'

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

Substance	Formation	Depth (TVD) units = feet
Water/Gas	Fruitland Coal	1,416
Oil/Gas	Pictured Cliffs Ss.	1,703
Oil/Gas	Cliffhouse Ss.	2,469
Gas	Menefee Fn.	3,222
Oil/Gas	Point Lookout Ss.	4,175
Oil/Gas	Mancos Shale	4,344
Oil/Gas	Mancos Silt	4,885
Oil/Gas	Gallup Fn.	5,155

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

Escrito D19-2409 02H
SHL: 741' FNL & 341' FWL Sec 19 T24N R09W
BHL: 1720' FNL & 330' FWL Sec T24N R10W
San Juan, New Mexico

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.
- 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'	26"	16"	42.09#	
Surface	0'-500'	12 1/4"	9 5/8"	36#	J55, STC New
Intermediate	0'-5523'	8 3/4"	7"	26#	J55, LTC New
Production Liner	5423'-10503'	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

Escrito D19-2409 02H

SHL: 741' FNL & 341' FWL Sec 19 T24N R09W

BHL: 1720' FNL & 330' FWL Sec T24N R10W

San Juan, New Mexico

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.

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'	276 sks	Type III Cement + 1% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 0.2% bwoc FL-52A + 58.9% Fresh Water	Surface	1 per joint on bottom 3 joints
Intermediate	0'-5523'	100% open hole excess Stage 1 Lead: 734 sks Stage 1 Tail: 555 sks	Lead: PremLite + 3% CaCl + 0.25lb/sk CelloFlake + 5lb/sk LCM, 12.1ppg 2.13cuft/sk Tail: Type III Cmt + 1% CaCl + 0.25lb/sk Cello Flake 14.5ppg 1.38cuft/sk	Surface	1 every 3 joints through water bearing zones
Production Liner	5423'-10503'	50% OH excess Stage 1 Blend Total: 279sks	Blend: Premium Lite High Strength FM + 0.7% bwoc R-3 + 3% bwow Potassium Chloride + 0.25lbs/sack Cello Flake + 0.5% bwoc CD-32 + 1.15% bwoc FL- 52A + 60 lbs/sack Calcium Carbonate + 124.4% Fresh Water. Yield 2.63 cuft/sk	Liner Hanger	N/A

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 2900'. Directional plans are attached.

Description	Proposed Depth (TVD/MD)	Formation
Horizontal Lateral TD	5343'/10503'	Gallup

Escrito D19-2409 02H
 SHL: 741' FNL & 341' FWL Sec 19 T24N R09W
 BHL: 1720' FNL & 330' FWL Sec T24N R10W
 San Juan, New Mexico

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'-5260'/5523'	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"	5260'/5523'- 5343'/10503'	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 +/- 2522 psi based on a 9.0 ppg at 5389' TVD of the horizontal lateral target. No abnormal pressure or temperatures are anticipated.

No hydrogen sulfide gas is anticipated, however, if H₂S is encountered, the guidelines in Onshore Order No. 6 will be followed.

9. ANTICIPATED START DATE AND DURATION OF OPERATIONS

Drilling is estimated to commence on March 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.

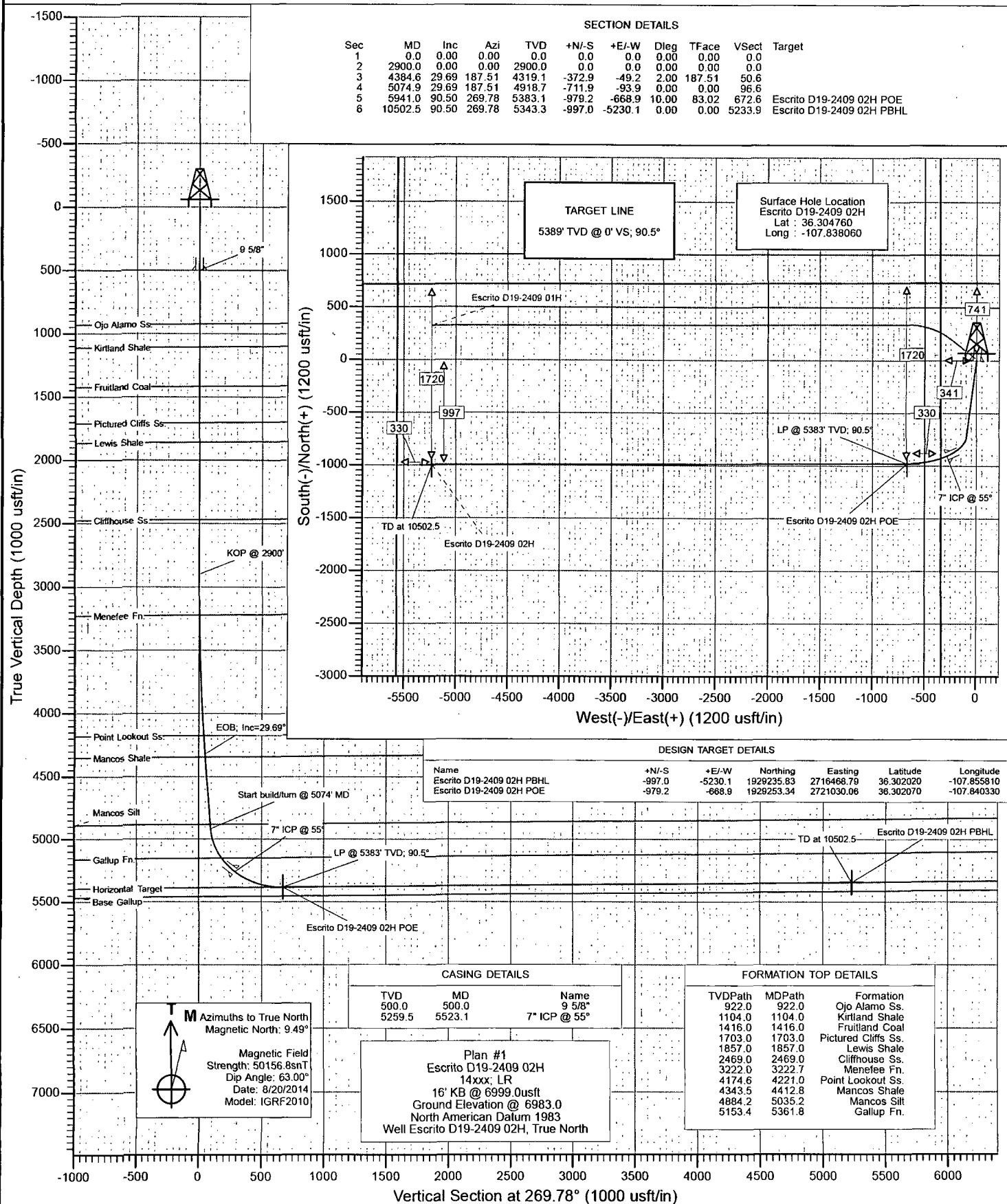
LOC: 741' FNL & 341' FWL Sec 19 T24N R09V County: San Juan WELL: Escrito D19-2409 02H			Encana Natural Gas WELL SUMMARY				ENG: Michael Sanch RIG: Unassigned GLE: 6983 RKBE: 6999		9/16/14	
MWD LWD	OPEN HOLE LOGGING	FORM	DEPTH TVDMD			HOLE SIZE	CASING SPECS	MW MUD TYPE	DEVIATION INFORMATION	
			60 0	60'		26	16" 42.09# 100sx Type I Neat 16.0ppg cmt	Fresh wtr 8.3-9.2		
Multi-Well pad take survey every stand and run anti-collision report prior to spud	None	San Jose Fn.	0			12 1/4	9 5/8" 36ppf J55 STC TOC Surface with 100% OH Excess: 276 sks Type III Cement + 1% bwoc Calcium Chloride + 0.25 lbs/sack Cello Flake + 0.2% bwoc FL-52A + 58.9% Fresh Water.	Fresh wtr 8.3-10	Vertical <1°	
		Nacimiento Fn. 9 5/8" Csg	surface 500	500.00						
Survey Every 60'-120', updating anticollision report after surveys. Stop operations and contact drilling engineer if separation factor approaches 1.5	No OH logs	Ojo Alamo Ss. Kirtland Shale	922 1,104			8 3/4	7" 26ppf J55 LTC TOC @ surface (100% OH excess - 70% Lead 30% Tail) Stage 1 Total: 1289sks Stage 1 Lead: 734 sks Premium Lite FM + 3% CaCl2 + 0.25/sk Cello Flake + 5#/sk LCM-1 + 8% Bentonite + 0.4% FL-52A + 0.4% Sodium Metasilicate. Mixed at 12.1 ppg. Yield 2.13 cuft/sk. Stage 1 Tail: 555 sks Type III Cement + 1% CaCl2 + 0.25#/sk Cello Flake + 0.2% FL-52A. Mixed at 14.6 ppg. Yield 1.38 cuft/sk.	Fresh Wtr 8.3-10	Vertical <1°	
		Fruitland Coal	1,416							
		Pictured Cliffs Ss. Lewis Shale	1,703 1,857							
		Cliffhouse Ss. Menefee Fn.	2,469 3,222							
		Point Lookout Ss. Mancos Shale	4,175 4,344							
		KOP	2,900	2,900						
Surveys every 30' through the curve	Mud logger onsite	Mancos Silt	4,885							
		Gallup Fn.	5,155							
		7" Csg	5,260	5,523'						
Surveys every stand to TD unless directed otherwise by Geologist	No OH Logs	Horizontal Target TD	5,389 5,343	10,503		6 1/8	100' overlap at liner top 4979' Drilled Lateral		Horz Inc/TVD 90.5deg/5389ft TD = 10502.5 MD	
		Base Gallup	5,461				4 1/2" 11.6ppf SB80 LTC TOC @ hanger (50% OH excess) Stage 1 Total: 279sks Stage 1 Blend: 279 sks Premium Lite High Strength FM + 0.7% bwoc R-3 + 3% bwow Potassium Chloride + 0.25lbs/sack Cello Flake + 0.5% bwoc CD-32 + 1.15% bwoc FL-52A + 60 lbs/sack Calcium Carbonate + 124.4% Fresh Water. Yield 2.63 cuft/sk.	WBM 8.3-10		
MWD Gamma Directional										

NOTES:

- 1) Drill with 26" bit to 60', set 16" 42.09ppf 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 2900', 8 3/4 inch holed size
- 5) Start curve at 10deg/100' build rate
- 6) Drill to csg point of 5523' MD
- 7) R&C 7" csg, circ cmt to surface
- 8) Land at ~90 deg, drill lateral to 10503' run 4 1/2 inch cemented liner

encana

Project: San Juan County, NM
Site: S19-T24N-R9W
Well: Escrito D19-2409 02H
Wellbore: HZ
Design: Plan #1



Planning Report

Database:	USA EDM 5000 Multi Users DB	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Company:	EnCana Oil & Gas (USA) Inc	TVD Reference:	16' KB @ 6999.0usft
Project:	San Juan County, NM	MD Reference:	16' KB @ 6999.0usft
Site:	S19-T24N-R9W	North Reference:	True
Well:	Escrito D19-2409 02H	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		S19-T24N-R9W			
Site Position:		Northing:	1,930,258.01 usft	Latitude:	36.304830
From:	Lat/Long	Easting:	2,721,681.30 usft	Longitude:	-107.838120
Position Uncertainty:	0.0 usft	Slot Radius:	13-3/16"	Grid Convergence:	0.00 °

Well	Escrito D19-2409 02H					
Well Position	+N/-S	0.0 usft	Northing:	1,930,232.53 usft	Latitude:	36.304760
	+E/-W	0.0 usft	Easting:	2,721,698.98 usft	Longitude:	-107.838060
Position Uncertainty		0.0 usft	Wellhead Elevation:	0.0 usft	Ground Level:	6,983.0 usft

Wellbore	HZ				
Magnetics	Model Name	Sample Date	Declination	Dip Angle	Field Strength
			(°)	(°)	(nT)
	IGRF2010	8/20/2014	9.49	63.00	50,157

Design	Plan #1			
Audit Notes:				
Version:	Phase:	PLAN	Tie On Depth:	0.0
Vertical Section:	Depth From (TVD)	+N/-S	+E/-W	Direction
	(usft)	(usft)	(usft)	(°)
	0.0	0.0	0.0	269.78

Plan Sections										
Measured	Inclination	Azimuth	Vertical	+N/-S	+E/-W	Dogleg	Build	Turn	TFO	Target
Depth	(°)	(°)	Depth	(usft)	(usft)	Rate	Rate	Rate	(°)	
(usft)			(usft)			(°/100usft)	(°/100usft)	(°/100usft)		
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	0.00
2,900.0	0.00	0.00	2,900.0	0.0	0.0	0.00	0.00	0.00	0.00	0.00
4,384.6	29.69	187.51	4,319.1	-372.9	-49.2	2.00	2.00	0.00	187.51	
5,074.9	29.69	187.51	4,918.7	-711.9	-93.9	0.00	0.00	0.00	0.00	
5,941.0	90.50	269.78	5,383.1	-979.2	-668.9	10.00	7.02	9.50	83.02	Escrito D19-2409 02H
10,502.5	90.50	269.78	5,343.3	-997.0	-5,230.1	0.00	0.00	0.00	0.00	Escrito D19-2409 02H

Planning Report

Database:	USA EDM 5000 Multi Users DB	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Company:	EnCana Oil & Gas (USA) Inc	TVD Reference:	16' KB @ 6999.0usft
Project:	San Juan County, NM	MD Reference:	16' KB @ 6999.0usft
Site:	S19-T24N-R9W	North Reference:	True
Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Wellbore:	HZ		
Design:	Plan #1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100u)	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	
700.0	0.00	0.00	700.0	0.0	0.0	0.0	0.00	0.00	
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	
922.0	0.00	0.00	922.0	0.0	0.0	0.0	0.00	0.00	Ojo Alamo Ss.
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	
1,104.0	0.00	0.00	1,104.0	0.0	0.0	0.0	0.00	0.00	Kirtland Shale
1,200.0	0.00	0.00	1,200.0	0.0	0.0	0.0	0.00	0.00	
1,300.0	0.00	0.00	1,300.0	0.0	0.0	0.0	0.00	0.00	
1,400.0	0.00	0.00	1,400.0	0.0	0.0	0.0	0.00	0.00	
1,416.0	0.00	0.00	1,416.0	0.0	0.0	0.0	0.00	0.00	Fruitland Coal
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	
1,703.0	0.00	0.00	1,703.0	0.0	0.0	0.0	0.00	0.00	Pictured Cliffs Ss.
1,800.0	0.00	0.00	1,800.0	0.0	0.0	0.0	0.00	0.00	
1,857.0	0.00	0.00	1,857.0	0.0	0.0	0.0	0.00	0.00	Lewis Shale
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	
2,100.0	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	
2,469.0	0.00	0.00	2,469.0	0.0	0.0	0.0	0.00	0.00	Cliffhouse Ss.
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	
2,800.0	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	KOP @ 2900'
3,000.0	2.00	187.51	3,000.0	-1.7	-0.2	0.2	2.00	2.00	
3,100.0	4.00	187.51	3,099.8	-6.9	-0.9	0.9	2.00	2.00	
3,200.0	6.00	187.51	3,199.4	-15.6	-2.1	2.1	2.00	2.00	
3,222.7	6.45	187.51	3,222.0	-18.0	-2.4	2.4	2.00	2.00	Menefee Fn.
3,300.0	8.00	187.51	3,298.7	-27.6	-3.6	3.8	2.00	2.00	
3,400.0	10.00	187.51	3,397.5	-43.1	-5.7	5.9	2.00	2.00	
3,500.0	12.00	187.51	3,495.6	-62.1	-8.2	8.4	2.00	2.00	
3,600.0	14.00	187.51	3,593.0	-84.4	-11.1	11.4	2.00	2.00	
3,700.0	16.00	187.51	3,689.6	-110.0	-14.5	14.9	2.00	2.00	
3,800.0	18.00	187.51	3,785.3	-139.0	-18.3	18.9	2.00	2.00	
3,900.0	20.00	187.51	3,879.8	-171.3	-22.6	23.2	2.00	2.00	
4,000.0	22.00	187.51	3,973.2	-206.8	-27.3	28.1	2.00	2.00	
4,100.0	24.00	187.51	4,065.2	-245.5	-32.4	33.3	2.00	2.00	
4,200.0	26.00	187.51	4,155.8	-287.4	-37.9	39.0	2.00	2.00	
4,221.0	26.42	187.51	4,174.6	-296.6	-39.1	40.3	2.00	2.00	Point Lookout Ss.
4,300.0	28.00	187.51	4,244.9	-332.4	-43.8	45.1	2.00	2.00	

Planning Report

Database:	USA EDM 5000 Multi Users DB	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Company:	EnCana Oil & Gas (USA) Inc	TVD Reference:	16' KB @ 6999.0usft
Project:	San Juan County, NM	MD Reference:	16' KB @ 6999.0usft
Site:	S19-T24N-R9W	North Reference:	True
Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Wellbore:	HZ		
Design:	Plan #1		

Planned Survey

Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100u)	Comments / Formations
4,384.6	29.69	187.51	4,319.1	-372.9	-49.2	50.6	2.00	2.00	EOB; Inc=29.69°
4,400.0	29.69	187.51	4,332.4	-380.5	-50.2	51.6	0.00	0.00	
4,412.8	29.69	187.51	4,343.5	-386.8	-51.0	52.5	0.00	0.00	Mancos Shale
4,500.0	29.69	187.51	4,419.3	-429.6	-56.6	58.3	0.00	0.00	
4,600.0	29.69	187.51	4,506.1	-478.7	-63.1	65.0	0.00	0.00	
4,700.0	29.69	187.51	4,593.0	-527.8	-69.6	71.6	0.00	0.00	
4,800.0	29.69	187.51	4,679.9	-576.9	-76.1	78.3	0.00	0.00	
4,900.0	29.69	187.51	4,766.8	-626.0	-82.5	84.9	0.00	0.00	
5,000.0	29.69	187.51	4,853.6	-675.1	-89.0	91.6	0.00	0.00	
5,035.2	29.69	187.51	4,884.2	-692.4	-91.3	94.0	0.00	0.00	Mancos Silt
5,074.9	29.69	187.51	4,918.7	-711.9	-93.9	96.6	0.00	0.00	Start build/turn @ 5074' MD
5,100.0	30.09	192.49	4,940.5	-724.2	-96.0	98.8	10.00	1.59	
5,200.0	33.38	210.52	5,025.7	-772.5	-115.5	118.5	10.00	3.29	
5,300.0	38.79	224.86	5,106.6	-818.5	-151.6	154.8	10.00	5.41	
5,361.8	42.85	232.00	5,153.4	-845.2	-181.9	185.1	10.00	6.57	Gallup Fn.
5,400.0	45.56	235.87	5,180.8	-860.9	-203.4	206.7	10.00	7.08	
5,500.0	53.15	244.46	5,245.9	-898.3	-269.2	272.7	10.00	7.60	
5,523.1	54.99	246.19	5,259.5	-906.1	-286.2	289.7	10.00	7.94	7" ICP @ 55°
5,600.0	61.25	251.45	5,300.1	-929.5	-347.1	350.7	10.00	8.15	
5,700.0	69.66	257.41	5,341.7	-953.8	-434.6	438.3	10.00	8.41	
5,800.0	78.25	262.75	5,369.3	-970.2	-529.2	532.9	10.00	8.59	
5,900.0	86.93	267.76	5,382.2	-978.3	-627.9	631.6	10.00	8.68	
5,941.0	90.50	269.78	5,383.1	-979.2	-668.9	672.6	10.00	8.71	LP @ 5383' TVD; 90.5° - Escrito D19-2409 02H
6,000.0	90.50	269.78	5,382.6	-979.5	-727.9	731.6	0.00	0.00	
6,100.0	90.50	269.78	5,381.7	-979.8	-827.8	831.6	0.00	0.00	
6,200.0	90.50	269.78	5,380.8	-980.2	-927.8	931.6	0.00	0.00	
6,300.0	90.50	269.78	5,380.0	-980.6	-1,027.8	1,031.6	0.00	0.00	
6,400.0	90.50	269.78	5,379.1	-981.0	-1,127.8	1,131.6	0.00	0.00	
6,500.0	90.50	269.78	5,378.2	-981.4	-1,227.8	1,231.6	0.00	0.00	
6,600.0	90.50	269.78	5,377.4	-981.8	-1,327.8	1,331.6	0.00	0.00	
6,700.0	90.50	269.78	5,376.5	-982.2	-1,427.8	1,431.6	0.00	0.00	
6,800.0	90.50	269.78	5,375.6	-982.6	-1,527.8	1,531.6	0.00	0.00	
6,900.0	90.50	269.78	5,374.7	-982.9	-1,627.8	1,631.6	0.00	0.00	
7,000.0	90.50	269.78	5,373.9	-983.3	-1,727.8	1,731.6	0.00	0.00	
7,100.0	90.50	269.78	5,373.0	-983.7	-1,827.8	1,831.6	0.00	0.00	
7,200.0	90.50	269.78	5,372.1	-984.1	-1,927.8	1,931.6	0.00	0.00	
7,300.0	90.50	269.78	5,371.2	-984.5	-2,027.8	2,031.6	0.00	0.00	
7,400.0	90.50	269.78	5,370.4	-984.9	-2,127.8	2,131.6	0.00	0.00	
7,500.0	90.50	269.78	5,369.5	-985.3	-2,227.8	2,231.5	0.00	0.00	
7,600.0	90.50	269.78	5,368.6	-985.7	-2,327.8	2,331.5	0.00	0.00	
7,700.0	90.50	269.78	5,367.8	-986.1	-2,427.8	2,431.5	0.00	0.00	
7,800.0	90.50	269.78	5,366.9	-986.4	-2,527.8	2,531.5	0.00	0.00	
7,900.0	90.50	269.78	5,366.0	-986.8	-2,627.8	2,631.5	0.00	0.00	
8,000.0	90.50	269.78	5,365.1	-987.2	-2,727.8	2,731.5	0.00	0.00	
8,100.0	90.50	269.78	5,364.3	-987.6	-2,827.8	2,831.5	0.00	0.00	
8,200.0	90.50	269.78	5,363.4	-988.0	-2,927.7	2,931.5	0.00	0.00	
8,300.0	90.50	269.78	5,362.5	-988.4	-3,027.7	3,031.5	0.00	0.00	
8,400.0	90.50	269.78	5,361.6	-988.8	-3,127.7	3,131.5	0.00	0.00	
8,500.0	90.50	269.78	5,360.8	-989.2	-3,227.7	3,231.5	0.00	0.00	
8,600.0	90.50	269.78	5,359.9	-989.6	-3,327.7	3,331.5	0.00	0.00	
8,700.0	90.50	269.78	5,359.0	-989.9	-3,427.7	3,431.5	0.00	0.00	
8,800.0	90.50	269.78	5,358.2	-990.3	-3,527.7	3,531.5	0.00	0.00	

Planning Report

Database:	USA EDM 5000 Multi Users DB	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Company:	EnCana Oil & Gas (USA) Inc	TVD Reference:	16' KB @ 6999.0usft
Project:	San Juan County, NM	MD Reference:	16' KB @ 6999.0usft
Site:	S19-T24N-R9W	North Reference:	True
Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Wellbore:	HZ		
Design:	Plan #1		

Planned Survey									
Measured Depth (usft)	Inclination (°)	Azimuth (°)	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100u)	Comments / Formations
8,900.0	90.50	269.78	5,357.3	-990.7	-3,627.7	3,631.5	0.00	0.00	
9,000.0	90.50	269.78	5,356.4	-991.1	-3,727.7	3,731.5	0.00	0.00	
9,100.0	90.50	269.78	5,355.5	-991.5	-3,827.7	3,831.5	0.00	0.00	
9,200.0	90.50	269.78	5,354.7	-991.9	-3,927.7	3,931.5	0.00	0.00	
9,300.0	90.50	269.78	5,353.8	-992.3	-4,027.7	4,031.5	0.00	0.00	
9,400.0	90.50	269.78	5,352.9	-992.7	-4,127.7	4,131.5	0.00	0.00	
9,500.0	90.50	269.78	5,352.0	-993.1	-4,227.7	4,231.5	0.00	0.00	
9,600.0	90.50	269.78	5,351.2	-993.4	-4,327.7	4,331.5	0.00	0.00	
9,700.0	90.50	269.78	5,350.3	-993.8	-4,427.7	4,431.5	0.00	0.00	
9,800.0	90.50	269.78	5,349.4	-994.2	-4,527.7	4,531.5	0.00	0.00	
9,900.0	90.50	269.78	5,348.6	-994.6	-4,627.7	4,631.5	0.00	0.00	
10,000.0	90.50	269.78	5,347.7	-995.0	-4,727.7	4,731.4	0.00	0.00	
10,100.0	90.50	269.78	5,346.8	-995.4	-4,827.7	4,831.4	0.00	0.00	
10,200.0	90.50	269.78	5,345.9	-995.8	-4,927.7	4,931.4	0.00	0.00	
10,300.0	90.50	269.78	5,345.1	-996.2	-5,027.6	5,031.4	0.00	0.00	
10,400.0	90.50	269.78	5,344.2	-996.6	-5,127.6	5,131.4	0.00	0.00	
10,500.0	90.50	269.78	5,343.3	-996.9	-5,227.6	5,231.4	0.00	0.00	
10,502.5	90.50	269.78	5,343.3	-997.0	-5,230.1	5,233.9	0.00	0.00	TD at 10502.5 - Escrito D19-2409 02H PBHL

Targets									
Target Name	Dip Angle (°)	Dip Dir. (°)	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
- hit/miss target									
- Shape									
Escrito D19-2409 02H P	0.00	0.00	5,343.3	-997.0	-5,230.1	1,929,235.83	2,716,468.79	36.302020	-107.855810
- plan hits target center									
- Point									
Escrito D19-2409 02H P	0.00	0.00	5,383.1	-979.2	-668.9	1,929,253.34	2,721,030.06	36.302070	-107.840330
- plan hits target center									
- Point									
	500.0	500.0	9 5/8"					0	0
	5,523.1	5,259.5	7" ICP @ 55°					0	0

Planning Report

Database:	USA EDM 5000 Multi Users DB	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Company:	EnCana Oil & Gas (USA) Inc	TVD Reference:	16' KB @ 6999.0usft
Project:	San Juan County, NM	MD Reference:	16' KB @ 6999.0usft
Site:	S19-T24N-R9W	North Reference:	True
Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Wellbore:	HZ		
Design:	Plan #1		

Formations						
Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
922.0	922.0	Ojo Alamo Ss.		-0.50	269.78	
1,104.0	1,104.0	Kirtland Shale		-0.50	269.78	
1,416.0	1,416.0	Fruitland Coal		-0.50	269.78	
1,703.0	1,703.0	Pictured Cliffs Ss.		-0.50	269.78	
1,857.0	1,857.0	Lewis Shale		-0.50	269.78	
2,469.0	2,469.0	Cliffhouse Ss.		-0.50	269.78	
3,222.7	3,222.0	Menefee Fn.		-0.50	269.78	
4,221.0	4,175.0	Point Lookout Ss.		-0.50	269.78	
4,412.8	4,344.0	Mancos Shale		-0.50	269.78	
5,035.2	4,885.0	Mancos Silt		-0.50	269.78	
5,361.8	5,155.0	Gallup Fn.		-0.50	269.78	

Plan Annotations					
Measured Depth (usft)	Vertical Depth (usft)	Local Coordinates		Comment	
		+N/-S (usft)	+E/-W (usft)		
2,900.0	2,900.0	0.0	0.0	KOP @ 2900'	
4,384.6	4,319.1	-372.9	-49.2	EOB; Inc=29.69°	
5,074.9	4,918.7	-711.9	-93.9	Start build/turn @ 5074' MD	
5,941.0	5,383.1	-979.2	-668.9	LP @ 5383' TVD; 90.5°	
10,502.5	5,343.3	-997.0	-5,230.1	TD at 10502.5	

EnCana Oil & Gas (USA) Inc

San Juan County, NM

S19-T24N-R9W

Escrito D19-2409 02H

HZ

Plan #1

Anticollision Report

20 August, 2014

Anticollision Report

Company:	EnCana Oil & Gas (USA) Inc	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Project:	San Juan County, NM	TVD Reference:	16' KB @ 6999.0usft
Reference Site:	S19-T24N-R9W	MD Reference:	16' KB @ 6999.0usft
Site Error:	0.0usft	North Reference:	True
Reference Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0usft	Output errors are at	2.00 sigma
Reference Wellbore	HZ	Database:	USA EDM 5000 Multi Users DB
Reference Design:	Plan #1	Offset TVD Reference:	Offset Datum

Reference	Plan #1		
Filter type:	NO GLOBAL FILTER: Using user defined selection & filtering criteria		
Interpolation Method:	MD Interval 100.0usft	Error Model:	Systematic Ellipse
Depth Range:	Unlimited	Scan Method:	Closest Approach 3D
Results Limited by:	Maximum center-center distance of 1,236.6usft	Error Surface:	Elliptical Conic
Warning Levels Evaluated at:	2.00 Sigma		

Survey Tool Program	Date 8/20/2014			
From (usft)	To (usft)	Survey (Wellbore)	Tool Name	Description
0.0	10,502.5	Plan #1 (HZ)	Geolink MWD	Geolink MWD

Summary						
Site Name	Reference	Offset	Distance		Separation	Warning
	Measured	Measured	Between	Between		
Offset Well - Wellbore - Design	Depth	Depth	Centres	Ellipses	Factor	
	(usft)	(usft)	(usft)	(usft)		
S19-T24N-R9W						
Escrito D19-2409 01H - HZ - Plan #1	2,900.0	2,900.0	31.0	20.9	3.081	CC, ES, SF

Anticollision Report

Company:	EnCana Oil & Gas (USA) Inc	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Project:	San Juan County, NM	TVD Reference:	16' KB @ 6999.0usft
Reference Site:	S19-T24N-R9W	MD Reference:	16' KB @ 6999.0usft
Site Error:	0.0usft	North Reference:	True
Reference Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0usft	Output errors are at	2.00 sigma
Reference Wellbore	HZ	Database:	USA EDM 5000 Multi Users DB
Reference Design:	Plan #1	Offset TVD Reference:	Offset Datum

Offset Design S19-T24N-R9W - Escrito D19-2409 01H - HZ - Plan #1														Offset Site Error:	0.0 usft
Survey Program: 0-Geolink MWD														Offset Well Error:	0.0 usft
Reference	Offset	Semi Major Axis		Distance		Total		Separation		Warning					
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	Offset Wellbore Centre +E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Uncertainty Axis	Factor			
0.0	0.0	0.0	0.0	0.0	0.0	-34.75	25.5	-17.7	31.0						
100.0	100.0	100.0	100.0	0.1	0.1	-34.75	25.5	-17.7	31.0	30.7	0.29	105.772			
200.0	200.0	200.0	200.0	0.3	0.3	-34.75	25.5	-17.7	31.0	30.4	0.64	48.287			
300.0	300.0	300.0	300.0	0.5	0.5	-34.75	25.5	-17.7	31.0	30.0	0.99	31.285			
400.0	400.0	400.0	400.0	0.7	0.7	-34.75	25.5	-17.7	31.0	29.7	1.34	23.138			
500.0	500.0	500.0	500.0	0.8	0.8	-34.75	25.5	-17.7	31.0	29.3	1.69	18.357			
600.0	600.0	600.0	600.0	1.0	1.0	-34.75	25.5	-17.7	31.0	29.0	2.04	15.214			
700.0	700.0	700.0	700.0	1.2	1.2	-34.75	25.5	-17.7	31.0	28.6	2.39	12.990			
800.0	800.0	800.0	800.0	1.4	1.4	-34.75	25.5	-17.7	31.0	28.3	2.74	11.333			
900.0	900.0	900.0	900.0	1.5	1.5	-34.75	25.5	-17.7	31.0	27.9	3.09	10.051			
1,000.0	1,000.0	1,000.0	1,000.0	1.7	1.7	-34.75	25.5	-17.7	31.0	27.6	3.43	9.029			
1,100.0	1,100.0	1,100.0	1,100.0	1.9	1.9	-34.75	25.5	-17.7	31.0	27.2	3.78	8.196			
1,200.0	1,200.0	1,200.0	1,200.0	2.1	2.1	-34.75	25.5	-17.7	31.0	26.9	4.13	7.504			
1,300.0	1,300.0	1,300.0	1,300.0	2.2	2.2	-34.75	25.5	-17.7	31.0	26.5	4.48	6.920			
1,400.0	1,400.0	1,400.0	1,400.0	2.4	2.4	-34.75	25.5	-17.7	31.0	26.2	4.83	6.420			
1,500.0	1,500.0	1,500.0	1,500.0	2.6	2.6	-34.75	25.5	-17.7	31.0	25.8	5.18	5.987			
1,600.0	1,600.0	1,600.0	1,600.0	2.8	2.8	-34.75	25.5	-17.7	31.0	25.5	5.53	5.609			
1,700.0	1,700.0	1,700.0	1,700.0	2.9	2.9	-34.75	25.5	-17.7	31.0	25.1	5.88	5.276			
1,800.0	1,800.0	1,800.0	1,800.0	3.1	3.1	-34.75	25.5	-17.7	31.0	24.8	6.23	4.980			
1,900.0	1,900.0	1,900.0	1,900.0	3.3	3.3	-34.75	25.5	-17.7	31.0	24.4	6.58	4.716			
2,000.0	2,000.0	2,000.0	2,000.0	3.5	3.5	-34.75	25.5	-17.7	31.0	24.1	6.93	4.478			
2,100.0	2,100.0	2,100.0	2,100.0	3.6	3.6	-34.75	25.5	-17.7	31.0	23.7	7.27	4.263			
2,200.0	2,200.0	2,200.0	2,200.0	3.8	3.8	-34.75	25.5	-17.7	31.0	23.4	7.62	4.068			
2,300.0	2,300.0	2,300.0	2,300.0	4.0	4.0	-34.75	25.5	-17.7	31.0	23.0	7.97	3.890			
2,400.0	2,400.0	2,400.0	2,400.0	4.2	4.2	-34.75	25.5	-17.7	31.0	22.7	8.32	3.727			
2,500.0	2,500.0	2,500.0	2,500.0	4.3	4.3	-34.75	25.5	-17.7	31.0	22.3	8.67	3.577			
2,600.0	2,600.0	2,600.0	2,600.0	4.5	4.5	-34.75	25.5	-17.7	31.0	22.0	9.02	3.438			
2,700.0	2,700.0	2,700.0	2,700.0	4.7	4.7	-34.75	25.5	-17.7	31.0	21.6	9.37	3.310			
2,800.0	2,800.0	2,800.0	2,800.0	4.9	4.9	-34.75	25.5	-17.7	31.0	21.3	9.72	3.191			
2,900.0	2,900.0	2,900.0	2,900.0	5.0	5.0	-34.75	25.5	-17.7	31.0	20.9	10.07	3.081 CC, ES, SF			
3,000.0	3,000.0	3,000.0	3,000.0	5.2	5.2	139.80	25.5	-17.7	32.3	21.9	10.41	3.104			
3,100.0	3,099.8	3,099.8	3,099.8	5.4	5.4	145.06	25.5	-17.7	36.5	25.7	10.75	3.392			
3,200.0	3,199.5	3,199.5	3,199.5	5.6	5.6	151.51	25.5	-17.7	43.9	32.8	11.09	3.961			
3,300.0	3,298.7	3,298.7	3,298.7	5.8	5.7	157.49	25.5	-17.7	54.9	43.5	11.41	4.817			
3,400.0	3,397.5	3,397.5	3,397.5	6.0	5.9	162.33	25.5	-17.7	69.7	58.0	11.71	5.948			
3,500.0	3,495.6	3,495.6	3,495.6	6.2	6.1	166.00	25.5	-17.7	88.1	76.1	12.01	7.334			
3,600.0	3,593.1	3,593.1	3,593.1	6.5	6.2	168.75	25.5	-17.7	110.0	97.8	12.29	8.954			
3,700.0	3,689.6	3,689.6	3,689.6	6.8	6.4	170.80	25.5	-17.7	135.5	123.0	12.56	10.792			
3,800.0	3,785.3	3,785.3	3,785.3	7.1	6.6	172.34	25.5	-17.7	164.5	151.7	12.82	12.833			
3,900.0	3,879.8	3,879.8	3,879.8	7.5	6.7	173.53	25.5	-17.7	196.8	183.8	13.06	15.069			
4,000.0	3,973.2	3,973.2	3,973.2	8.0	6.9	174.45	25.5	-17.7	232.5	219.2	13.29	17.489			
4,100.0	4,065.2	4,065.2	4,065.2	8.5	7.1	175.18	25.5	-17.7	271.4	257.9	13.51	20.089			
4,200.0	4,155.8	4,155.8	4,155.8	9.1	7.2	175.76	25.5	-17.7	313.6	299.9	13.72	22.863			
4,300.0	4,244.9	4,244.9	4,244.9	9.8	7.4	176.23	25.5	-17.7	358.9	345.0	13.91	25.809			
4,400.0	4,332.4	4,332.4	4,332.4	10.5	7.5	176.62	25.5	-17.7	407.3	393.2	14.11	28.871			
4,500.0	4,419.3	4,419.3	4,419.3	11.2	7.7	176.99	25.5	-17.7	456.7	442.3	14.43	31.650			
4,600.0	4,506.2	4,506.2	4,506.2	11.9	7.8	177.28	25.5	-17.7	506.2	491.5	14.76	34.308			
4,700.0	4,593.0	4,593.0	4,593.0	12.7	8.0	177.52	25.5	-17.7	555.7	540.6	15.08	36.852			
4,800.0	4,679.9	4,679.9	4,679.9	13.5	8.1	177.73	25.5	-17.7	605.2	589.8	15.40	39.290			
4,900.0	4,766.8	4,766.8	4,766.8	14.3	8.3	177.90	25.5	-17.7	654.7	639.0	15.73	41.628			
5,000.0	4,853.6	4,853.6	4,853.5	15.1	8.4	177.96	25.9	-18.2	704.8	688.8	16.02	43.986			
5,100.0	4,940.5	4,885.9	4,885.7	15.9	8.5	171.73	28.7	-21.9	758.6	742.3	16.32	46.477			

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

Anticollision Report

Company:	EnCana Oil & Gas (USA) Inc	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Project:	San Juan County, NM	TVD Reference:	16' KB @ 6999.0usft
Reference Site:	S19-T24N-R9W	MD Reference:	16' KB @ 6999.0usft
Site Error:	0.0usft	North Reference:	True
Reference Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0usft	Output errors are at	2.00 sigma
Reference Wellbore	HZ	Database:	USA EDM 5000 Multi Users DB
Reference Design:	Plan #1	Offset TVD Reference:	Offset Datum

Offset Design S19-T24N-R9W - Escrito D19-2409 01H - HZ - Plan #1													Offset Site Error: 0.0 usft
Survey Program: 0-Geolink MWD													Offset Well Error: 0.0 usft
Reference		Offset		Semi Major Axis		Distance							
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (°)	Offset Wellbore Centre +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Total Uncertainty Axis	Separation Factor	Warning
5,200.0	5,025.7	4,933.1	4,932.1	16.8	8.6	149.38	33.8	-28.6	816.4	799.3	17.12	47.679	
5,300.0	5,106.6	4,977.5	4,975.0	17.6	8.7	130.80	40.7	-37.6	876.7	858.1	18.57	47.215	
5,400.0	5,180.8	5,019.4	5,014.6	18.5	8.8	116.28	49.0	-48.5	937.8	917.4	20.37	46.037	
5,500.0	5,246.0	5,050.0	5,042.8	19.5	8.9	104.46	56.2	-57.9	998.4	976.2	22.20	44.967	
5,600.0	5,300.1	5,100.0	5,087.5	20.5	9.0	95.98	68.8	-75.7	1,057.1	1,033.4	23.74	44.527	
5,700.0	5,341.7	5,133.3	5,116.1	21.7	9.1	89.01	80.2	-89.4	1,113.2	1,088.2	25.00	44.529	
5,800.0	5,369.3	5,168.4	5,145.0	22.9	9.3	83.92	92.2	-105.1	1,165.7	1,139.8	25.95	44.926	
5,900.0	5,382.2	5,200.0	5,170.0	24.2	9.4	80.25	103.9	-120.4	1,214.0	1,187.4	26.64	45.566	

Anticollision Report

Company:	EnCana Oil & Gas (USA) Inc	Local Co-ordinate Reference:	Well Escrito D19-2409 02H
Project:	San Juan County, NM	TVD Reference:	16' KB @ 6999.0usft
Reference Site:	S19-T24N-R9W	MD Reference:	16' KB @ 6999.0usft
Site Error:	0.0usft	North Reference:	True
Reference Well:	Escrito D19-2409 02H	Survey Calculation Method:	Minimum Curvature
Well Error:	0.0usft	Output errors are at	2.00 sigma
Reference Wellbore	HZ	Database:	USA EDM 5000 Multi Users DB
Reference Design:	Plan #1	Offset TVD Reference:	Offset Datum

Reference Depths are relative to 16' KB @ 6999.0usft

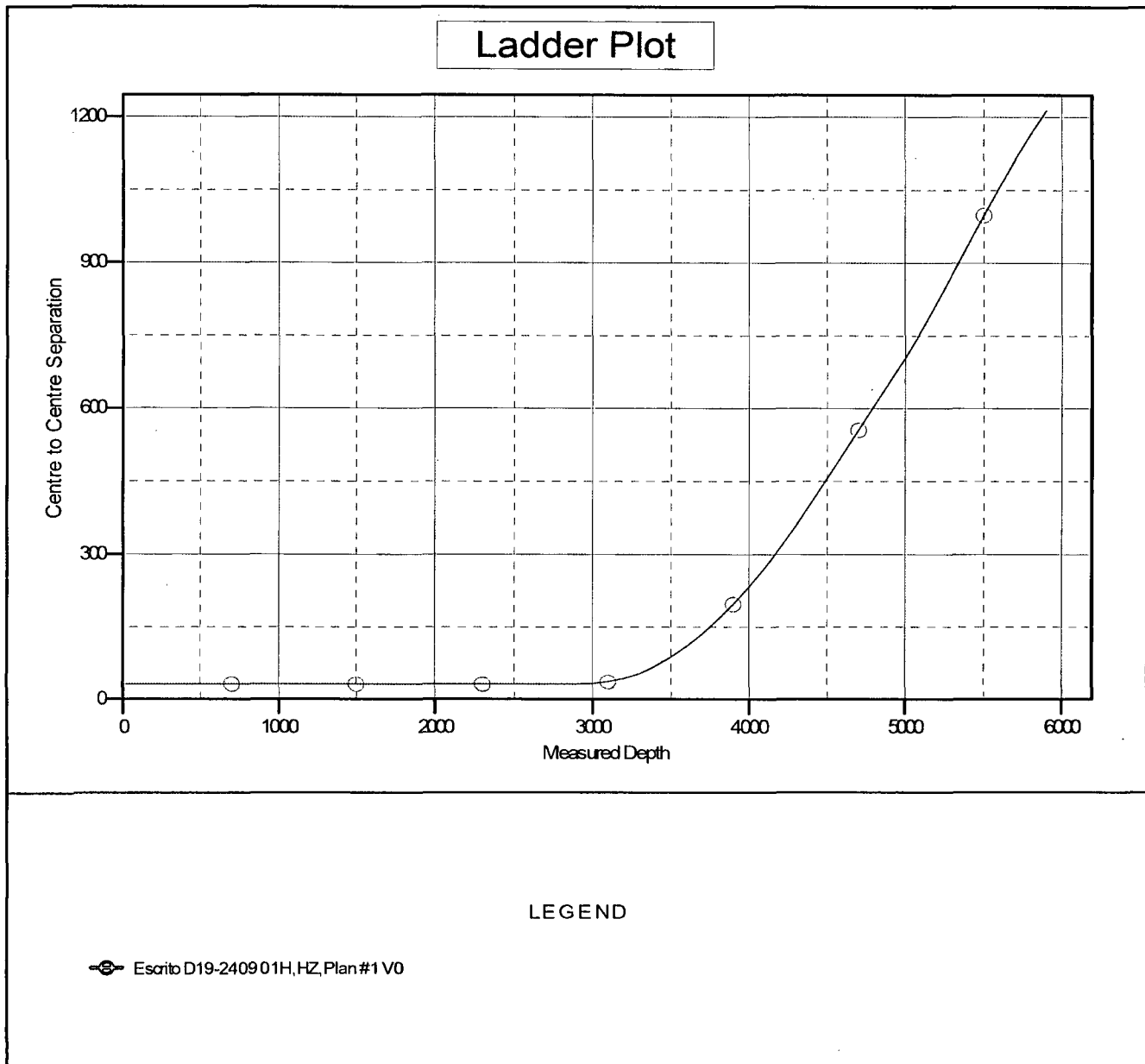
Offset Depths are relative to Offset Datum

Central Meridian is -107.833333 °

Coordinates are relative to: Escrito D19-2409 02H

Coordinate System is US State Plane 1983, New Mexico Western Zone

Grid Convergence at Surface is: 0.00°



Escrito D19-2409 02H

**SHL: NWNW Section 19, T24N, R9W
741 FNL and 341 FWL**

**BHL: SWNW Section 24, T24N, R10W
1720 FNL and 330 FWL**

San Juan County, New Mexico

Lease Number: NM 54983 and NM 62973

3. All construction materials for the well pad will consist of native borrow and subsoil accumulated during well pad construction. If additional fill or surfacing material is required, it will be obtained from existing permitted or private sources and will be hauled in by trucks over existing access roads.

The maximum cut will be approximately 13 feet on corner 1 and the maximum fill will be approximately 16 feet on corner 5.

4. As determined during the onsite on July 8, 2014 the following best management practices will be implemented:
 - a. Water will be diverted around the pad from corner 1 toward corner 6 and from corner 1 toward corner 2.
 - b. Silt traps will be installed as needed upon interim reclamation.
 - c. 24-inch culverts will be installed where needed upon interim reclamation.
5. Construction equipment may include chain saws, a brush hog, scraper, maintainer, excavator, and dozer. Construction for the access road and well pad will take approximately 3 weeks.

C. Pipeline

A Surface Owner Agreement is required and will cover any details about pipeline ROW on private surface.

See Initial Standard SF-299 Application for authorization to construct, operate, maintain and terminate a 539 foot, up to 6-inch outside diameter, buried steel well connect pipeline that was submitted to the Bureau of Land Management.

7. METHODS FOR HANDLING WASTE

A. Cuttings

1. A closed-loop system will be used. Cuttings will be moved through a shaker system on the drill rig that separates drilling fluids from the cuttings. Cuttings will be stored onsite in above-ground storage tanks. Cuttings will be pulled from the storage tanks, mixed with saw dust or similar absorbent material, and disposed of at the Envirotech, Inc. and/or Industrial Ecosystem, Inc. waste disposal facilities.
2. The closed-loop system storage tanks will be adequately sized to ensure confinement of all fluids and will provide sufficient freeboard to prevent uncontrolled releases.
3. A 20-mil liner will be installed under tanks, pumps, ancillary facilities, and truck loading/unloading areas associated with the closed-loop system.

B. Drilling Fluids

1. A closed-loop system will be used. Drilling fluids will be stored onsite in above-ground storage tanks. Upon termination of drilling operations, the drilling fluids will be recycled and transferred to other permitted closed-loop systems or returned to the vendor for reuse, as practical. Residual fluids will be vacuumed from the storage tanks and disposed of at Basin Disposal, Inc. and/or Industrial Ecosystem, Inc. waste disposal facilities.
2. The closed-loop system storage tanks will be adequately sized to ensure confinement of all fluids and will provide sufficient freeboard to prevent uncontrolled releases.

Escrito D19-2409 02H

SHL: NWNW Section 19, T24N, R9W

741 FNL and 341 FWL

BHL: SWNW Section 24, T24N, R10W

1720 FNL and 330 FWL

San Juan County, New Mexico

Lease Number: NM 54983 and NM 62973

3. The closed-loop system storage tanks will be placed in bermed secondary containment sized to accommodate a minimum of 110 percent of the volume of the largest storage tank.
 4. A 20-mil liner will be installed under tanks, pumps, ancillary facilities, and truck loading/unloading areas associated with the closed-loop system.
 - C. Flowback Water
 1. The water-based solution that flows back to the surface during and after completion operations will be placed in storage tanks on the location.
 2. Flowback water will be confined to a storage tank for a period not to exceed 90 days after initial production and will be disposed of at Basin Disposal, Inc. and/or Industrial Ecosystem, Inc. waste disposal facilities.
 - D. Spills – any spills of non-freshwater fluids will be immediately cleaned up and removed to an approved disposal site.
 - E. Sewage – self-contained, chemical toilets will be provided for human waste disposal. The toilet holding tanks will be pumped, as needed, and the contents thereof disposed of in an approved sewage disposal facility. The toilets will be onsite during all operations.
 - F. Garbage and other waste material – garbage, trash and other waste materials will be collected in a portable, self-contained and fully-enclosed trash container during drilling and completion operations. The accumulated trash will be removed, as needed, and will be disposed of at an authorized sanitary landfill. No trash will be buried or burned on location.
 - G. Immediately after removal of the drilling rig, all debris and other waste materials not contained in the trash container will be cleaned up and removed from the well location.
 - H. No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing or completing of this well.
 - I. No extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.
- 8. ANCILLARY FACILITIES**
- A. Standard drilling operation equipment that will be on location includes: drilling rig with associated equipment, temporary office trailers equipped with sleeping quarters for essential company personnel, toilet facilities, and trash containers.
- 9. WELL SITE LAYOUT**
- A. The proposed well pad layout is shown on Sheets F-1, F-2, G-1, and G-2. Cross sections have been drafted to visualize the planned cuts and fills across the location. Refer to Item 6 for construction materials and methods.
 - B. No permanent living facilities are planned. Office trailers equipped with living quarters will be provided on location during drilling and completions operations.
 - C. The production facility layout is being deferred until the Facility and Reclamation onsite with the BLM Representative.

Directions from the Intersection of US Hwy 550 & US Hwy 64

in Bloomfield, NM to Encana Oil & Gas (USA) Inc. Escrito D19-2409 02H

741' FNL & 341' FWL, Section 19, T24N, R9W, N.M.P.M., San Juan County, NM

Latitude: 36.30476°N Longitude: 107.83806°W Datum: NAD1983

From the intersection of US Hwy 550 & US Hwy 64 in Bloomfield, NM, travel Southerly on US Hwy 550 for 27.9 miles to State Hwy #57 @ Mile Marker 123.4;

Go Right (South-westerly) on State Hwy #57 for 3.1 miles to fork in road;

Go Left (Southerly) exiting State Hwy #57 for 1.7 miles to new access on left-hand side of existing roadway which continues for 22.3' to staked Encana Escrito D19-2409 02H location.

WELLHEAD BLOWOUT CONTROL SYSTEM

encana

Well Name and Number:
Escrito D19-2409 02H

