

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

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

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.

RECEIVED

MAY 22 2014

Escalante Field Office
Bureau of Land Management

5. Lease Serial No.
NMNM 8005

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

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

8. Well Name and No.
Good Times L10-2309 03H

9. API Well No.
Pending 30-039-35547

10. Field and Pool or Exploratory Area
South Bisti Gallup

11. Country or Parish, State
San Juan County, New Mexico

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)
720-876-3533

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)
SHL: 1417' FSL, 267' FWL Section 10, Township 23N, Range 9W
BHL: 430' FSL, 330' FWL Section 9, Township 23N, Range 9W

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

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 Update Drilling Plan and Wellbore Diagram
	<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 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. (Encana) is submitting the following information for the Good Times L10-2309 03H APD package:

1. Drilling Plan - Updated to include the correct depth for the 7" casing. The previously submitted Drilling Plan did not match the information on the Directional Drilling Plan. The plan was also updated with the correct cement volumes.
2. Wellbore Diagram - Updated to include the correct depth for the 7" casing. The previously submitted Wellbore Diagram did not match the information on the Directional Drilling Plan or Form 3160-3. The diagram was also updated with the correct cement volumes.

Please attach these updates to the Good Times L10-2309 03H APD package.

OIL CONS. DIV DIST. 3

JUL 31 2015

14. I hereby certify that the foregoing is true and correct.

Name (Printed/Typed)
Katie Wegner

Title Regulatory Analyst

Signature

Date 05/21/2014

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

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

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)

NMOCD

Good Times L10-2309 03H
SHL: NWSW 10 23N 9W
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430 FSL 330 FWL
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
Ojo Alamo Ss.	465
Kirtland Shale	593
Fruitland Coal	860
Pictured Cliffs Ss.	1,105
Lewis Shale	1,295
Cliffhouse Ss.	1,845
Menefee Fn.	2,582
Point Lookout Ss.	3,550
Mancos Shale	3,690
Mancos Silt	4,222
Gallup Fn.	4,495

The referenced surface elevation is 6754', KB 6770'

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

Substance	Formation	Depth (TVD) units = feet
Water/Gas	Fruitland Coal	860
Oil/Gas	Pictured Cliffs Ss.	1,105
Oil/Gas	Cliffhouse Ss.	1,845
Gas	Menefee Fn.	2,582
Oil/Gas	Point Lookout Ss.	3,550
Oil/Gas	Mancos Shale	3,690
Oil/Gas	Mancos Silt	4,222
Oil/Gas	Gallup Fn.	4,495

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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- 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
- 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'-5235'	8 3/4"	7"	26#	J55, LTC New
Production Liner	5035'-9958'	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.

Good Times L10-2309 03H
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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% CaCl2 + 0.125lbm/sk Poly-E-Flake. 15.8 ppg, 1.174 cuft/sk	Surface	1 per joint on bottom 3 joints
Intermediate	0'-5235'	30% open hole excess Stage 1 Lead: 258 sks Stage 1 Tail: 439 sks Stage 2 Lead: 128 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 Stage 1 Tail: VARICEM™ CEMENT + .15% CFR-3 + 5lbm/sk Kol-Seal + 0.125% Poly-E-Flake. 13.5 ppg, 1.308 cuft/sk. 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	5035'-9958'	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 2300'. Directional plans are attached.

Description	Proposed Depth (TVD/MD)	Formation
Horizontal Lateral TD	4773'/9958'	Gallup

Good Times L10-2309 03H
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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'-4774'/5235'	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"	4774'/5235'- 4773'/9958'	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 +/- 2238 psi based on a 9.0 ppg at 4782' 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.

Good Times L10-2309 03H
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9. ANTICIPATED START DATE AND DURATION OF OPERATIONS

Drilling is estimated to commence on January 25, 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: SE/4 SE/4 Sec 9 T23N R9W, 430' FS County: San Juan WELL: Good Times L10-2309 03H			Encana Natural Gas WELL SUMMARY				ENG: Michael Sancl RIG: Aztec 950 GLE: 6754 RKBE: 6770			5/21/14	
MWD LWD	OPEN HOLE LOGGING	FORM	DEPTH					HOLE SIZE	CASING SPECS	MW MUD TYPE	DEVIATION INFORMATION
			TVD	MD							
			60	60'				30	20" 94# 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							12 1/4	9 5/8" 36ppf J55 STC	Fresh wtr	Vertical <1°
		Nacimiento 9 5/8" Csg	0 500	500.00					TOC Surface with 100% OH Excess: 314 sks of HALCEM™ SYSTEM + 2% CaCl2 + 0.125lbm/sk Poly-E-Flake, Mixed at 15.8 ppg. Yield 1.174 cuft/sk.	8.3-10	
Survey Every 60'-120', updating anticollision report after surveys. Stop operations and contact drilling engineer if separation factor approaches 1.5 Surveys every 30' through the curve	No OH logs Mud logger onsite	Ojo Alamo Ss. Kirtland Shale	465 593	5,235'	Stage tool @ ~ 1,345	8 3/4	7" 26ppf J55 LTC	Fresh Wtr	Vertical <1°		
		Fruitland Coal	860				TOC @ surface (30% OH excess) Stage 1 Total: 698sks If necessary, Stage 2 Total: 128sks	8.3-10			
		Pictured Cliffs Ss. Lewis Shale	1,105 1,295				Stage 1 Lead: 259 sks HALCEM™ SYSTEM + 0.2% HR-5 + 5lbm/sk Kol- Seal + 0.125lbm/sk Poly-E-Flake. Mixed at 12.3 ppg. Yield 1.948 cuft/sk.				
		Cliffhouse Ss. Menefee Fn.	1,845 2,582				Stage 1 Tail: 439 sks VARICEM™ CEMENT + .15% CFR-3 + 5lbm/sk Kol- Seal + 0.125% Poly-E-Flake. Mixed at 13.5 ppg. Yield 1.308 cuft/sk.				
		Point Lookout Ss. Mancos Shale	3,550 3,690				Stage 2: 128 sks HALCEM™ SYSTEM + 5lbm/sk Kol-Seal + 0.125lbm/sk Poly- E-Flake. Mixed at 12.3 ppg. Yield 1.946 cuft/sk.				
		KOP	2,300	2,300							
		Mancos Silt	4,222								
		Gallup Fn.	4,495								
		7" Csg	4,774								
Surveys every stand to TD unless directed otherwise by Geologist MWD Gamma Directional	No OH Logs	Horizontal Target TD	4,782 4,773	9,958		6 1/8	200' overlap at liner top		WBM 8.3-10	Horz Inc/TVD 90.1deg/4782ft TD = 9957.7 MD	
		Base Gallup	4,870				4723' Drilled Lateral				
							4 1/2" 11.6ppf SB80 LTC				
							Running external swellable csg packers for isolation of prod string Plan on setting top packer within 100' of intermediate casing shoe				

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 2300', 8 3/4 inch holesize
- 5) PU directional tools and start curve at 10deg/100' build rate
- 6) Drill to csg point of 5235' MD
- 7) R&C 7" csg, circ cmt to surface, switch to WBM
- 8) Land at 90 deg, drill lateral to 9958' run 4 1/2 inch liner with external swellable csg packers