# State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

David Martin Cabinet Secretary

David R. Catanach Division Director Oil Conservation Division



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: 3 Well information;		
Operator Encana	, Well Name and Number Escrito M30	2408 #2H
API# <u>30.045-35649</u>	, Section 30, Township 24 (N)S, Range	08 EW

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

10-9-2015 Date

1220 South St. Francis Drive • Santa Fe, New Mexico 87505 Phone (505) 476-3460 • Fax (505) 476-3462 • www.emnrd.state.nm.us/ocd

### OIL CONS. DIV DIST. 3

SEP 2 3 2015 Form 3160-3 FORM APPROVED OMB No. 1004-0137 Expires October 31, 2014 (March 2012) UNITED STATES 5. Lease Serial No. DEPARTMENT OF THE INTERIOR NMSF 078860 BUREAU OF LAND MANAGEMENT 6. If Indian, Allotee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER 7. If Unit or CA Agreement, Name and No. ✓ DRILL REENTER la. Type of work: 8. Lease Name and Well No. Oil Well Gas Well Other lb. Type of Well: ✓ Single Zone Multiple Zone Escrito M30-2408 02H Name of Operator Encana Oil & Gas (USA) Inc. 9. API Well No. 30-04 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory 370 17th Street, Suite 1700 720-876-3533 **Denver, CO 80202 Basin Mancos** Location of Well (Report location clearly and in accordance with any State requirements.\*) 11. Sec., T. R. M. or Blk. and Survey or Area At surface 1133' FSL, 447' FWL, Section 30, T24N, R8W SWSW Section 30, T24N, R8W NMPM At proposed prod. zone 555' FSL, 330' FWL, Section 25, T24N, R9W SWSW 12. County or Parish 14. Distance in miles and direction from nearest town or post office\* NM +/- 35.7 miles South from the intersection of HWY 64 & US HWY 550 in Bloomfield, NM San Juan 15. Distance from proposed\* 17. Spacing Unit dedicated to this well 16. No. of acres in lease NMSF 078860- 2.560 acres POE is 330 FEL Section 25, location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 320 acres- S/2 Section 25, T24N, R9W T24N, R9W 20. BLM/BIA Bond No. on file Distance from proposed location\* to nearest well, drilling, completed, applied for, on this lease, ft.
 SHL is +/- 30' North of Escrito M30-2408 01H 19. Proposed Depth 5268' TVD, 10568' MD COB-000235 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 22. Approximate date work will start\* 23. Estimated duration 6801' GL: 6817' KB 08/25/2015 20 days 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. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). 2. A Drilling Plan. Operator certification 3. A Surface Use Plan (if the location is on National Forest System Lands, the Such other site specific information and/or plans as may be required by the BLM. SUPO must be filed with the appropriate Forest Service Office). Name (Printed/Typed) 25. Signature Katie Wegner Title Regulatory Analysi Approved by (Signature) Name (Printed/Typed)

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.

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.

(Continued on page 2) This action is subject to techni and precedural review pursuant to 43 CFR 3165.3 and appeal pursuant to 43 CFR 3165.4

Title

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) **AUTHORIZED ARE SUBJECT TO** COMPLIANCE WITH ATTACHED **'GENERAL REQUIREMENTS"** 



DISTRICT J 1685 N. French Dr., Hobbs, M.M. 68240 Phone: (676) 506-6161 Fax: (676) 506-0750 DISTRICT II

DISTRICT II
511 S. Farst St., Artesia, M.M. 86810
Phone: (875) 748-1883 Fax: (875) 748-9780
DISTRICT III
1000 Eto Branco Ed., Anteo, M.M. 87410
Phone: (806) 334-5170 Fax: (805) 334-6170

DISTRICT IV 1830 5. St. Francis Dr., Santa Fe, NM 87508 Phone: (505) 476-3480 Fax: (505) 476-3468

SOUTHWEST CORNER SEC. 25 LAT. 36.277796' N (NAD83) LONG. 107.750059' W (NAD83) LAT. 36.277784' N (NAD27) LONG. 107.749445' W (NAD27) 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 Dr. Santa Fe, NM 87505

☐ AMENDED REPORT

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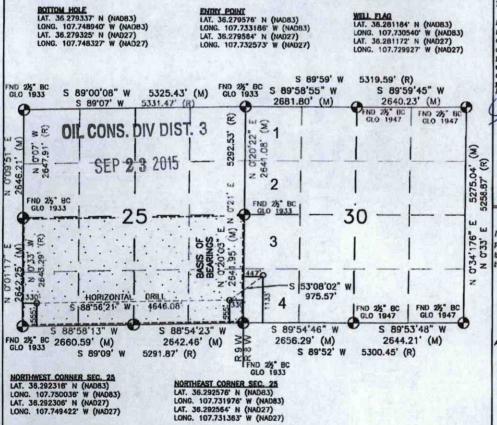
10 Surface Location UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/West line County 1133' 30 24N 8W SOUTH 447' WEST SAN JUAN 11 Bottom Hole Location If Different From Surface

UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the Rast/West line County

M 25 24N 9W 555' SOUTH 330' WEST SAN JUAN

Dedicated Acres PROJECT AREA 15 Joint or Infill 14 Consolidation Code 15 Order No.

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



SOUTHEAST CORNER SEC. 28 LAT. 36.278070' N (NADB3) LONG. 107.732078' W (NADB3) LAT. 36.278058' N (NAD27) LONG. 107.731465' W (NAD27)

#### 17 OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and betteft 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 herefulors where try the division.

Signature Katie Wegner

Kathryn.Wegner@encana.com

E-mail Address

Printed Name

#### SURVEYOR CERTIFICATION

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



SHL: 1133' FSL, 447' FWL, Sec 30, T24N, R8W BHL: 555' FSL, 330' FWL, Sec 25, T24N, R9W

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.	849
Kirtland Shale	1,076
Fruitland Coal	1,331
Pictured Cliffs Ss.	1,615
Lewis Shale	1,709
Cliffhouse Ss.	2,452
Menefee Fn.	3,119
Point Lookout Ss.	4,016
Mancos Shale	4,239
Mancos Silt	4,768
Gallup Fn.	5,046
Base Gallup	5,377

The referenced surface elevation is 6801', KB 6817'

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

Substance	Formation	Depth (TVD) units = feet
Water/Gas	Fruitland Coal	1,331
Oil/Gas	Pictured Cliffs Ss.	1,615
Oil/Gas	Cliffhouse Ss.	2,452
Gas	Menefee Fn.	3,119
Oil/Gas	Point Lookout Ss.	4,016
Oil/Gas	Mancos Shale	4,239
Oil/Gas	Mancos Silt	4,768
Oil/Gas	Gallup Fn.	5,046

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

SHL: 1133' FSL, 447' FWL, Sec 30, T24N, R8W BHL: 555' FSL, 330' FWL, Sec 25, T24N, R9W

San Juan, New Mexico

#### 3. PRESSURE CONTROL

- a) Pressure contol 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).
- I) 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#	STATE OF STREET
Surface	0'-500'	12 1/4"	9 5/8"	36#	J55, STC New
Intermediate	0'-5206'	8 3/4"	7"	26#	J55, LTC New
Production Liner	5106'-10568'	6 1/8"	4 1/2"	11.6#	B80*, LTC New

71.2	Casir	ng Strin	g	Ca	asing Strengt	h Properties	Minimum Design Fact			
Size	Weight (ppf)	Grade	Connectio n	Collapse (psi)	Burst (psi)	Tensile (1000lbs)	Collapse	Burst	Tensio n	
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	

<sup>\*</sup>B80 pipe specifications are attached

Casing design is subject to revision based on geologic conditions encountered

SHL: 1133' FSL, 447' FWL, Sec 30, T24N, R8W BHL: 555' FSL, 330' FWL, Sec 25, T24N, R9W

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'	228 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'-5206'	100% open hole excess Stage 1 Lead: 483 sks Stage 1 Tail: 371 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	5106'- 10568'	50% OH excess Stage 1 Blend Total: 308sks	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 4425'. Directional plans are attached.

Description	Proposed Depth (TVD/MD)	Formation
Horizontal Lateral TD	5268'/10568'	Gallup

SHL: 1133' FSL, 447' FWL, Sec 30, T24N, R8W BHL: 555' FSL, 330' FWL, Sec 25, T24N, R9W

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'-5069'/5206	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"	5069'/5206'- 5268'/10568'	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.
- 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 +/- 2478 psi based on a 9.0 ppg at 5296' 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.

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

Drilling is estimated to commence on August 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.

county: San J	A COLUMN STATE OF THE PARTY	., Sec 30, T24N, R8¹ ⊉H			tural Gas MMARY			ENG: 0 RIG: Unassigned GLE: 6800.6 RKBE: 6816.6	2-27-15
MWD	OPEN HOLE		DEPTH		HOL	E	CASING	MW	DEVIATION
LWD	LOGGING	FORM	TVD	MD	SIZE	E	SPECS	MUD TYPE	INFORMATION
			60	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.  Nacimiento Fn. 9 5/8" Csg.	Surface	500.00	12 1		9 5/8" 36ppf J55 LTC  TOC Surface with 100% OH Excess: 228 sks Type III Cement + 1% bwoc Calcium Chloride + 0.26 lbs/sack Cello Flake + 0.2% bwoc FL-52A + 58.9% Fresh Water.	Fresh wtr 8.3-10	Vertical <1°
- 77		Ojo Alamo Ss. Kirtland Shale	1,076				7" 26ppf J55 LTC	Fresh Wtr	
Survey Every 60'-120', updating anticollision	No OH logs	Fruitland Coal  Pictured Cliffs Ss.  Lewis Shale	1,331 1,615 1,709		8 3/		TOC @ surface (100% OH excess - 70% Lead 30% Tail) Stage 1 Total: 855sks	8,3-10	Vertical <1°
report after surveys. Stop operations and contact drilling engineer if separation		Cliffhouse Ss. Menefee Fn.  Point Lookout Ss. Mancos Shale	2,452 3,119 4,016 4,239			F	Stage 1 Lead: 483 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.		
factor approaches 1.5	Mud logger onsite	KOP  Mancos Silt	4,425 4,768	4,425		s	Mixed at 12.1 ppg. Yield 2.13 cuft/sk.  Stage 1 Tail: 371 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.		
30' through the curve		Gallup Fn.	5,046						
		7" Csg	5,069	5,206'	1111			L SALCIP	SEALUM!
Surveys every		Horizontal Target	5,296		61/	/8	100' overlap at liner top		Horz Inc/TVD 90.27deg/5295.6ft
stand to TD unless		TD	5,268	10,568			5362' Drilled Lateral		TD = 10568 MD
directed otherwise by Geologist	No OH Logs	Base Gallup	5,377				4 1/2" 11.6ppf SB80 LTC	<b>WBM</b> 8.3-10	
MWD Gamma							(50% OH excess) Stage 1 Total: 308sks Stage 1 Blend: 308 sks Premium Lite High		
Directional							Strength FM + 0.7% bwoc R-3 + 3% bwow Potassium Chloride + 0.25lbs/sack Cello Islake + 0.5% bwoc CD-32 + 1.15% bwoc FL- 52A + 80 lbs/sack Calcium Carbonate + 124.4% Fresh Water. Yield 2.63 cutl/sk.		

#### 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 4425', 8 3/4 inch holesize 5) Start curve at 10deg/100' build rate
- 6) Drill to csg point of 5206' MD
- 7) R&C 7" csg, circ cmt to surface
- 8) Land at ~90 deg, drill lateral to 10568' run 4 1/2 inch cemented liner

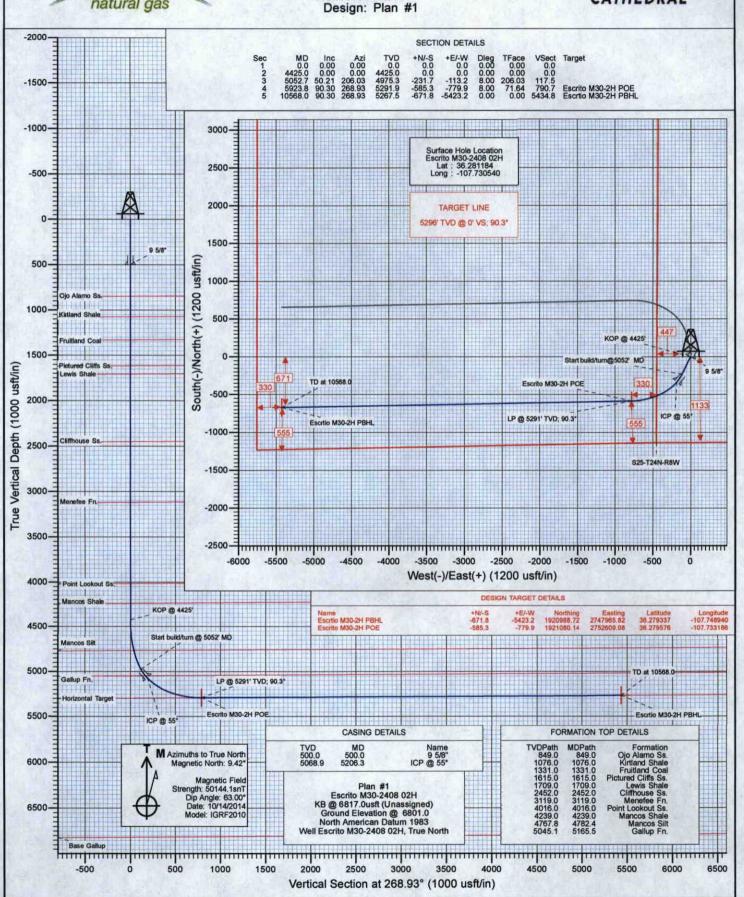
encana. natural gas

Project: San Juan County, NM Site: S30-T24N-R8W

Well: Escrito M30-2408 02H

Wellbore: HZ Design: Plan #1





Database: USA EDM 5000 Multi Users DB
Company: EnCana Oil & Gas (USA) Inc
Project: San Juan County, NM

 Site:
 S30-T24N-R8W

 Well:
 Escrito M30-2408 02H

Wellbore: HZ Design: Plan #1 Local Co-ordinate Reference:

**Survey Calculation Method:** 

TVD Reference:
MD Reference:
North Reference:

Well Escrito M30-2408 02H KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

Minimum Curvature

Project San Juan County, NM

Map System: US State Plane 1983
Geo Datum: North American Datum 1983
Map Zone: New Mexico Western Zone

System Datum:

Mean Sea Level

Site S30-T24N-R8W

Northing: 1,925,369.88 usft 36.291358 Site Position: Latitude: 2,753,359.06 usft Longitude: -107.730626 Lat/Long Easting: From: 13-3/16" **Grid Convergence:** 0.06 ° **Position Uncertainty:** 0.0 usft Slot Radius:

Escrito M30-2408 02H Well 36.281184 **Well Position** 0.0 usft Northing: 1,921,666.31 usft Latitude: -107.730540 +E/-W 0.0 usft Easting: 2,753,388.34 usft Longitude: 0.0 usft **Ground Level:** 6,801.0 usft 0.0 usft Wellhead Elevation: **Position Uncertainty** 

HZ Wellbore Field Strength Magnetics **Model Name** Sample Date Declination Dip Angle (nT) (°) (°) 63.00 50,144 IGRF2010 10/14/2014 9.42

Design Plan #1 **Audit Notes:** Tie On Depth: 0.0 PLAN Version: Phase: **Vertical Section:** +E/-W Depth From (TVD) +N/-S Direction (usft) (usft) (usft) (°) 0.0 0.0 0.0 268.93

Plan Sections		The same of							Marie St	
Measured Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.0	0.00	0.00	0.0	0.0	0.0	0.00	0.00	0.00	0.00	
4,425.0	0.00	0.00	4,425.0	0.0	0.0	0.00	0.00	0.00	0.00	
5,052.7	50.21	206.03	4,975.3	-231.7	-113.2	8.00	8.00	0.00	206.03	
5,923.8	90.30	268.93	5,291.9	-585.3	-779.9	8.00	4.60	7.22	71.64	Escrito M30-2H POE
10,568.0	90.30	268.93	5,267.5	-671.8	-5,423.2	0.00	0.00	0.00	0.00	Escrtio M30-2H PBHL

USA EDM 5000 Multi Users DB Database: EnCana Oil & Gas (USA) Inc San Juan County, NM Company: Project: Site:

S30-T24N-R8W Escrito M30-2408 02H

HZ Wellbore: Plan #1 Design:

Well:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

**Survey Calculation Method:** 

Well Escrito M30-2408 02H KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

esured 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	
849.0	0.00	0.00	849.0	0.0	0.0	0.0	0.00	0.00	Ojo Alamo Ss.
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	
1,076.0	0.00	0.00	1,076.0	0.0	0.0	0.0	0.00	0.00	Kirtland Shale
1,100.0	0.00	0.00	1,100.0	0.0	0.0	0.0	0.00	0.00	
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	
1,331.0	0.00	0.00	1,331.0	0.0	0.0	0.0	0.00	0.00	Fruitland Coal
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	
1,615.0	0.00	0.00	1,615.0	0.0	0.0	0.0	0.00	0.00	Pictured Cliffs Ss.
1,700.0	0.00	0.00	1,700.0	0.0	0.0	0.0	0.00	0.00	
1,709.0	0.00	0.00	1,709.0	0.0	0.0	0.0	0.00	0.00	Lewis Shale
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	
2,100.0	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	
2,452.0	0.00	0.00	2,452.0	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	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	
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	
3,119.0	0.00	0.00	3,119.0	0.0	0.0	0.0	0.00		Menefee Fn.
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	3,300.0	0.0	0.0	0.0	0.00	0.00	
3,400.0		0.00	3,400.0	0.0	0.0	0.0	0.00	0.00	
3,500.0		0.00	3,500.0	0.0	0.0	0.0	0.00	0.00	
3,600.0		0.00	3,600.0	0.0	0.0	0.0	0.00	0.00	
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	3,800.0	0.0	0.0	0.0	0.00	0.00	
3,900.0		0.00	3,900.0	0.0	0.0	0.0	0.00	0.00	
4,000.0		0.00	4,000.0	0.0	0.0	0.0	0.00	0.00	
4,016.0		0.00	4,016.0	0.0	0.0	0.0	0.00		Point Lookout Ss.
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	
4,239.0		0.00	4,239.0	0.0	0.0	0.0	0.00	0.00	Mancos Shale

Database: Company: Project: Site: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc San Juan County, NM S30-T24N-R8W

Well: Escrito M30-2408 02H

Wellbore: HZ Design: Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well Escrito M30-2408 02H KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

ed Surve	y						SUSCIENTED IN	Name and Address of the Owner, where	
easured Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft	Build Rate (°/100u	Comments / Formations
4,300.0	0.00	0.00	4,300.0	0.0	0.0	0.0	0.00	0.00	
4,400.0	0.00	0.00	4,400.0	0.0	0.0	0.0	0.00	0.00	
4,425.0	0.00	0.00	4,425.0	0.0	0.0	0.0	0.00	0.00	KOP @ 4425'
4,500.0	6.00	206.03	4,499.9	-3.5	-1.7	1.8	8.00	8.00	
4,600.0	14.00	206.03	4,598.3	-19.1	-9.3	9.7	8.00	8.00	
4,700.0	22.00	206.03	4,693.3	-46.9	-22.9	23.8	8.00	8.00	
4,782.4	28.60	206.03	4,767.8	-78.5	-38.3	39.8	8.00		Mancos Silt
4,800.0	30.00	206.03	4,783.1	-86.2	-42.1	43.7	8.00	8.00	
4,900.0	38.00	206.03	4,865.9	-136.4	-66.6	69.2	8.00	8.00	
5,000.0	46.00	206.03	4,940.2	-196.5	-96.0	99.6	8.00	8.00	
5,052.7	50.21	206.03	4,975.3	-231.7	-113.2	117.5	8.00		Start build/turn @ 5052' MD
5,100.0	51.50	210.62	5,005.2	-264.0	-130.6	135.5	8.00	2.71	
5,165.5	53.56	216.70	5,045.1	-307.3	-159.4	165.1	8.00	3.15	Gallup Fn.
5,200.0	54.76	219.76	5,065.3	-329.2	-176.7	182.8	8.00	3.49	
5,206.3	54.99	220.31	5,068.9	-333.1	-180.0	186.2	8.00		ICP @ 55°
5,300.0	58.66	228.13	5,120.3	-389.2	-234.7	241.9	8.00	3.91	
5,400.0	63.05	235.80	5,169.0	-442.8	-303.5	311.7	8.00	4.39	
5,500.0	67.83	242.86	5,210.6	-489.1	-381.7	390.8	8.00	4.78	
5,600.0	72.88	249.45	5,244.2	-527.0	-467.8	477.5	8.00	5.06	
5,700.0	78.15	255.68	5,269.3	-555.9	-560.1	570.4	8.00	5.26	
5,800.0	83.54	261.68	5,285.2	-575.3	-656.8	667.4	8.00	5.39	
5,900.0	89.00	267.54	5,291.7	-584.6	-756.1	766.9	8.00	5.46	
5,923.8	90.30	268.93	5,291.9	-585.3	-779.9	790.7	8.00	5.48	LP @ 5291' TVD; 90.3°
6,000.0	90.30	268.93	5,291.5	-586.8	-856.1	866.9	0.00	0.00	
6,100.0	90.30	268.93	5,290.9	-588.6	-956.0	966.9	0.00	0.00	
6,200.0	90.30	268.93	5,290.4	-590.5	-1,056.0	1,066.9	0.00	0.00	
6,300.0	90.30	268.93	5,289.9	-592.3	-1,156.0	1,166.9	0.00	0.00	
6,400.0	90.30	268.93	5,289.4	-594.2	-1,256.0	1,266.9	0.00	0.00	
6,500.0	90.30	268.93	5,288.8	-596.1	-1,356.0	1,366.9	0.00	0.00	
6,600.0	90.30	268.93	5,288.3	-597.9	-1,455.9	1,466.9	0.00	0.00	
6,700.0	90.30	268.93	5,287.8	-599.8	-1,555.9	1,566.9	0.00	0.00	
6,800.0	90.30	268.93	5,287.3	-601.7	-1,655.9	1,666.9	0.00	0.00	
6,900.0	90.30	268.93	5,286.7	-603.5	-1,755.9	1,766.9	0.00	0.00	
7,000.0	90.30	268.93	5,286.2	-605.4	-1,855.9	1,866.9	0.00	0.00	
7,100.0	90.30	268.93	5,285.7	-607.2	-1,955.9	1,966.8	0.00	0.00	
7,200.0	90.30	268.93	5,285.2	-609.1	-2,055.8	2,066.8	0.00	0.00	
7,300.0 7,400.0	90.30 90.30	268.93 268.93	5,284.6 5,284.1	-611.0 -612.8	-2,155.8 -2,255.8	2,166.8 2,266.8	0.00	0.00	
7,500.0	90.30	268.93	5,283.6	-614.7	-2,355.8	2,366.8	0.00	0.00	
7,600.0	90.30	268.93	5,283.1	-616.6	-2,355.8	2,466.8	0.00	0.00	
7,700.0	90.30	268.93	5,282.5	-618.4	-2,555.7	2,566.8	0.00	0.00	
7,800.0	90.30	268.93	5,282.0	-620.3	-2,655.7	2,666.8	0.00	0.00	
7,900.0	90.30	268.93	5,281.5	-622.1	-2,755.7	2,766.8	0.00	0.00	
8,000.0	90.30	268.93	5,281.0	-624.0	-2,855.7	2,866.8	0.00	0.00	
8,100.0	90.30	268.93	5,280.4	-625.9	-2,955.7	2,966.8	0.00	0.00	
8,200.0	90.30	268.93	5,279.9	-627.7	-3,055.6	3,066.8	0.00	0.00	
8,300.0	90.30	268.93	5,279.4	-629.6	-3,155.6	3,166.8	0.00	0.00	
8,400.0	90.30	268.93	5,278.9	-631.5	-3,255.6	3,266.8	0.00	0.00	
8,500.0	90.30	268.93	5,278.3	-633.3	-3,355.6	3,366.8	0.00	0.00	
8,600.0	90.30	268.93	5,277.8	-635.2	-3,455.6	3,466.8	0.00	0.00	
8,700.0	90.30	268.93	5,277.3	-637.0	-3,555.5	3,566.8	0.00	0.00	
8,800.0	90.30	268.93	5,276.8	-638.9	-3,655.5	3,666.8	0.00	0.00	

Database: Company: Project: Site: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc San Juan County, NM S30-T24N-R8W

S30-T24N-R8W Escrito M30-2408 02H

Well: Escrito I Wellbore: HZ Design: Plan #1 Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Escrito M30-2408 02H KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

ned Surve	y			THE RESERVE					
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	90.30	268.93	5,276.2	-640.8	-3,755.5	3,766.8	0.00	0.00	
9,000.0	90.30	268.93	5,275.7	-642.6	-3,855.5	3,866.8	0.00	0.00	
9,100.0	90.30	268.93	5,275.2	-644.5	-3,955.5	3,966.8	0.00	0.00	
9,200.0	90.30	268.93	5,274.7	-646.4	-4,055.5	4,066.8	0.00	0.00	
9,300.0	90.30	268.93	5,274.1	-648.2	-4,155.4	4,166.8	0.00	0.00	
9,400.0	90.30	268.93	5,273.6	-650.1	-4,255.4	4,266.8	0.00	0.00	
9,500.0	90.30	268.93	5,273.1	-651.9	-4,355.4	4,366.8	0.00	0.00	
9,600.0	90.30	268.93	5,272.6	-653.8	-4,455.4	4,466.8	0.00	0.00	
9,700.0	90.30	268.93	5,272.1	-655.7	-4,555.4	4,566.8	0.00	0.00	
9,800.0	90.30	268.93	5,271.5	-657.5	-4,655.3	4,666.8	0.00	0.00	
9,900.0	90.30	268.93	5,271.0	-659.4	-4,755.3	4,766.8	0.00	0.00	
10,000.0	90.30	268.93	5,270.5	-661.3	-4,855.3	4,866.8	0.00	0.00	
10,100.0	90.30	268.93	5,270.0	-663.1	-4,955.3	4,966.8	0.00	0.00	
10,200.0	90.30	268.93	5,269.4	-665.0	-5,055.3	5,066.8	0.00	0.00	
10,300.0	90.30	268.93	5,268.9	-666.8	-5,155.2	5,166.8	0.00	0.00	
10,400.0	90.30	268.93	5,268.4	-668.7	-5,255.2	5,266.8	0.00	0.00	
10,500.0	90.30	268.93	5,267.9	-670.6	-5,355.2	5,366.8	0.00	0.00	
10,568.0	90.30	268.93	5,267.5	-671.8	-5,423.2	5,434.8	0.00	0.00 T	D at 10568.0

Targets •		KWA SE	diam'r.	A CONTRACTOR					
Target Name - hit/miss target - Shape	Dip Angle	Dip Dir.	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
Escrtio M30-2H PBHL - plan hits target cent - Point	0.00 er	0.00	5,267.5	-671.8	-5,423.2	1,920,988.72	2,747,965.82	36.279337	-107.748940
Escrito M30-2H POE - plan hits target cent - Point	0.00 er	0.00	5,291.9	-585.3	-779.9	1,921,080.14	2,752,609.08	36.279576	-107.733186

Casing Points		THE SAME					THE PARTY
	Measured Depth (usft)	Vertical Depth (usft)		Name	Casing Diameter (")	Hole Diameter (")	
	5,206.3	5,068.9	ICP @ 55°		0	0	
	500.0	500.0	9 5/8"		0	0	

## EnCana Oil & Gas (USA) Inc

San Juan County, NM S30-T24N-R8W Escrito M30-2408 02H HZ Plan #1

### **Anticollision Report**

24 October, 2014

Anticollision Report

EnCana Oil & Gas (USA) Inc Company:

San Juan County, NM Project: S30-T24N-R8W Reference Site:

0.0usft Site Error:

Reference Well: Escrito M30-2408 02H

0.0usft Well Error: Reference Wellbore HZ

Reference Design: Plan #1 Local Co-ordinate Reference:

TVD Reference: **MD Reference:** 

North Reference:

**Survey Calculation Method:** Output errors are at

Offset TVD Reference:

Well Escrito M30-2408 02H

KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Plan #1 Reference

GLOBAL FILTER APPLIED: All wellpaths within 200'+ 100/1000 of reference Filter type:

Interpolation Method: Depth Range: Results Limited by:

MD Interval 100.0usft

Unlimited Maximum center-center distance of 1,255.7usft

2.00 Sigma Warning Levels Evaluated at:

Error Model: Scan Method: **Error Surface:** 

Geolink MWD

Systematic Ellipse Closest Approach 3D Elliptical Conic

10/24/2014 **Survey Tool Program** Date

> From (usft)

> > 0.0

(usft)

Survey (Wellbore)

10,556.2 Plan #1 (HZ)

**Tool Name** 

Description

Geolink MWD

Summary Reference Offset Distance Separation Warning Measured Depth Centres Ellipses Depth Factor Offset Well - Wellbore - Design (usft) (usft) (usft) (usft) S30-T24N-R8W 1.986 CC, ES Escrito M30-2408 01H - HZ - Plan #1 4,359.4 4,359.4 30.1 15.0 Escrito M30-2408 01H - HZ - Plan #1 4,400.0 4,399.4 30.3 15.0 1.981 SF

Anticollision Report

Company: Project:

EnCana Oil & Gas (USA) Inc

San Juan County, NM S30-T24N-R8W

Reference Site: Site Error:

0.0usft

Reference Well:

Escrito M30-2408 02H

Well Error: Reference Wellbore Reference Design:

0.0usft HZ Plan #1

Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Output errors are at

Offset TVD Reference:

Well Escrito M30-2408 02H

KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

rvey Prog	ram: 0-G	eolink MWD												Offset Well Error:	0.0 u
Refer		Offs	ot _	Semi Major	Axis					Dista	nce				
easured Depth	Vertical Depth	Measured Depth	Vertical Depth	Reference	Offset	Highside Toolface	Offset Wellbor	re Centre +E/-W		Between Centres	Between Ellipses	Total Uncertainty	Separation Factor	Warning	
(usft)	(usft)	(usft)	(usft)	(usft)	(usft)	C)	(usft)	(usft)		(usft)	(usft)	Axis			
0.0		0.0	0.0	0.0	0.0	14.74	29.1		7.7	30.1					
100.0	100.0	100.0	100.0	0.1	0.1	14.74	29.1		7.7	30.1	29.8	0.29	102.700		
200.0	200.0	200.0	200.0	0.3	0.3	14.74	29.1		7.7	30.1	29.5	0.64	46.885		
300.0	300.0	300.0	300.0	0.5	0.5	14.74	29.1		7.7	30.1	29.1	0.99	30,376		
400.0	400.0	400.0	400.0	0.7	0.7	14.74	29.1		7.7	30.1	28.8	1.34	22,466		
500.0	500.0	500.0	500.0	0.8	0.8	14.74	29.1		7.7	30.1	28.4	1.69	17.824		
600.0	600.0	600.0	600.0	1.0	1.0	14.74	29.1		7.7	30.1	28.1	2.04	14.772		
700.0	700.0	700.0	700.0	1.2	1.2	14.74	29.1		7.7	30.1	27.7	2.39	12.612		
800.0	800.0	800.0	800.0	1.4	1.4	14.74	29.1	91.	7.7	30.1	27.4	2.74	11.004		
900.0	900.0	900.0	900.0	1.5	1.5	14.74	29.1		7.7	30.1	27.0	3.09	9.759		
1,000.0	1,000.0	1,000.0	1,000.0	1.7	1.7	14.74	29.1	1	7.7	30.1	26.7	3.43	8.767		
1,100.0	1,100.0	1,100.0	1,100.0	1.9	1.9	14.74	29.1		7.7	30.1	26.3	3.78	7.958		
1,200.0	1,200.0	1,200.0	1,200.0	2.1	2.1	14.74	29.1		7.7	30.1	26.0	4.13	7.286		
1,300.0	1,300.0	1,300.0	1,300.0	22	2.2	14.74	29.1		7.7	30.1	25.6	4.48	6.719		
1,400.0	1,400.0	1,400.0	1,400.0	2.4	2.4	14.74	29.1		7.7	30.1	25.3	4.83	6.233		
1,500.0	1,500.0	1,500.0	1,500.0	2.6	2.6	14.74	29.1		7.7	30.1	24.9	5.18	5.813		
1,600.0	1,600.0	1,600.0	1,600.0	2.8	2.8	14.74	29.1	1902	7.7	30.1	24.6	5.53	5.446		
1,700.0	1,700.0	1,700.0	1,700.0	2.9	2.9	14.74	29.1		7.7	30.1	24.2	5.88	5.123		
1,800.0	1,800.0	1,800.0	1,800.0	3.1	3.1	14.74	29.1		7.7	30.1	23.9	6.23	4.836		
1,900.0	1,900.0	1,900.0	1,900.0	3.3	3.3	14.74	29.1		7.7	30.1	23.5	6.58	4.579		
2,000.0	2,000.0	2,000.0	2,000.0	3.5	3.5	14.74	29.1		7.7	30.1	23.2	6.93	4.348		
2,100.0	2,100.0	2,100.0	2,100.0	3.6	3.6	14.74	29.1		7.7	30.1	22.8	7.27	4.140		
2,200.0		2,200.0	2,200.0	3.8	3.8	14.74	29.1		7.7	30.1	22.5	7.62	3.950		
2,300.0	100000000000000000000000000000000000000	2,300.0	2,300.0	4.0	4.0	14.74	29.1		7.7	30.1	22.1	7.97	3.777		
2,400.0		2,400.0	2,400.0	42	4.2	14.74	29.1		7.7	30.1	21.8	8.32	3.619		
2,500.0		2,500.0	2,500.0	4.3	4.3	14.74	29.1	S. True	7.7	30.1	21.4	8.67	3.473		
2,600.0	2,600.0	2,600.0	2,600.0	4.5	4.5	14.74	29.1		7.7	30.1	21.1	9.02	3.339		
2,700.0		2,700.0	2,700.0	4.7	4.7	14.74	29.1		7.7	30.1	20.7	9.37	3.214		
2,800.0		2,800.0	2,800.0	4.9	4.9	14.74	29.1		7.7	30.1	20.4	9.72	3.099		
2,900.0		2,900.0	2,900.0	5.0	5.0	14.74	29.1		7.7	30.1	20.0	10.07	2.991		
3,000.0		3,000.0	3,000.0	5.2	5.2	14.74	29.1		7.7	30.1	19.7	10.42	2.891		
2 400 0	2 400 0	2 400 0	2 400 0			11.74	20.4		,,	30.1	19.3	10.77	2.797		
3,100.0		3,100.0	3,100.0	5.4 5.6	5.4 5.6	14.74	29.1 29.1		7.7 7.7	30.1	19.0	11.11	2.709		
3,300.0		3,300.0	3,300.0	5.7	5.7	14.74	29.1		7.7	30.1	18.7	11.46	2.627		
3,400.0		3,400.0	3,400.0	5.9	5.9	14.74	29.1		7.7	30.1	18.3	11.81	2.549		
3,500.0		3,500.0	3,500.0	6.1	6.1	14.74	29.1		7.7	30.1	18.0	12.16	2.476		
										***	4	40.54	2.407		
3,600.0		3,600.0	3,600.0	6.3	6.3	14.74	29.1		7.7	30.1	17.6	12.51	2.407		
3,700.0		3,700.0	3,700.0	6.4	6.4	14.74	29.1		7.7	30.1	17.3	12.86	2.342		
3,800.0		3,800.0	3,800.0	6.6	6.6	14.74	29.1		7.7	30.1	16.9	13.21	2.280		
3,900.0 4,000.0		3,900.0 4,000.0	3,900.0 4,000.0	6.8 7.0	7.0	14.74	29.1		7.7	30.1	16.2	13.91	2.165		
4,100.0		4,100.0	4,100.0	7.1	7.1	14.74	29.1 29.1		7.7	30.1 30.1	15.9 15.5	14.26 14.60	2.112		
4,200.0		4,200.0	4,200.0	7.3	7.3				7.7		15.2	14.95	2.002		
4,300.0		4,300.0	4,300.0	7.5	7.5	14.74	29.1		7.7	30.1			1.986 CC	FS	
4,359.4		4,359.4 4,399.4	4,359.4 4,399.4	7.6	7.6 7.7	14.74 14.55	29.1 29.3		7.7 7.6	30.1	15.0 15.0		1.981 SF		
4,500.0		4,494.3	4,493.8	7.8	7.8	163.73	37.7		5.6	42.3	26.7	15.59	2.711		
4,600.0		4,580.8	4,578.2	8.0	8.0	160.22	55.8		1.2	78.2	62.5	15.69	4.986		
4,700.0		4,650.0	4,643.8	8.2	8.2	157.97	77.3		4.0	135.0	119.4	15.61	8,650		
4,800.0		4,709.0 4,750.0	4,697.8 4,734.0	9.0	8.3 8.5	155.39 151.18	100.4		9.5	207.8 292.3	192.4 277.0	15.41 15.22	13.488 19.198		
5,000.0	4,940.2	4,775.7	4,756.1	9.7	8.6	142.85	131.7	-1	7.1	384.4	369.0	15.48	24.835		

Anticollision Report

Company: Project:

Reference Site:

EnCana Oil & Gas (USA) Inc

San Juan County, NM

S30-T24N-R8W

Site Error: 0.0usft

Reference Well: Escrito M30-2408 02H

Well Error: 0.0usft
Reference Wellbore HZ

Reference Design: Plan #1

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

**Survey Calculation Method:** 

Output errors are at

Database:

Offset TVD Reference:

Well Escrito M30-2408 02H

KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Offset De	sign	S30-T2	4N-R8W -	Escrito M3	0-2408 0	1H - HZ - PI	an #1						Offset Site Error:	0.0 usf
Survey Prog Refer		eolink MWD		Semi Major	Axis				Dista	ince			Offset Well Error:	0.0 usf
Measured Depth (usft)	Vertical Depth (usft)	Measured Depth (usft)	Vertical Depth (usft)	Reference (usft)	Offset (usft)	Highside Toolface (*)	Offset Wellbor +N/-S (usft)	+E/-W (usft)	Between Centres (usft)	Between Ellipses (usft)	Total Uncertainty Axis	Separation Factor	Warning	
5,100.0	5,005.2	4,800.0	4,776.7	10.5	8.7	123.55	144.4	-20.1	480.8	463.5	17.35	27.718		
5,200.0	5,065.3	4,800.0	4,776.7	11.5	8.7	99.96	144.4	-20.1	576.3	556.6	19.65	29.322		
5,300.0	5,120.3	4,815.8	4,789.8	12.7	8.7	87.44	153.0	-22.2	669.6	648.6	21.01	31.871		
5,400.0	5,169.0	4,826.2	4,798.3	14.1	8.8	78.00	158.8	-23.6	760.1	738.0	22.05	34.477		
5,500.0	5,210.6	4,835.6	4,805.9	15.6	8.8	71.20	164.1	-24.9	847.2	824.3	22.89	37.005		
5,600.0	5,244.2	4,850.0	4,817.4	17.3	8.9	66.82	172.5	-26.9	930.6	906.9	23.70	39.269		
5,700.0	5,269.3	4,850.0	4,817.4	19.0	8.9	62.48	172.5	-26.9	1,009.5	985.3	24.23	41.657		
5,800.0	5,285.2	4,850.0	4,817.4	20.9	8.9	59.48	172.5	-26.9	1,083.9	1,059.2	24.68	43.922		
5,900.0	5,291.7	4,866.3	4,830.3	22.8	9.0	58.63	182.3	-29.3	1,153.0	1,127.7	25.29	45,592		
6,000.0	5,291.5	4,872.9	4,835.4	24.7	9.0	58.71	186.3	-30.3	1,219.7	1,192.8	26.91	45,319		

Anticollision Report

EnCana Oil & Gas (USA) Inc Company:

Project: San Juan County, NM S30-T24N-R8W Reference Site:

0.0usft Site Error: Reference Well: Escrito M30-2408 02H

0.0usft Well Error: Reference Wellbore HZ Reference Design: Plan #1 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference: **Survey Calculation Method:** 

Output errors are at

Offset TVD Reference:

Well Escrito M30-2408 02H

KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

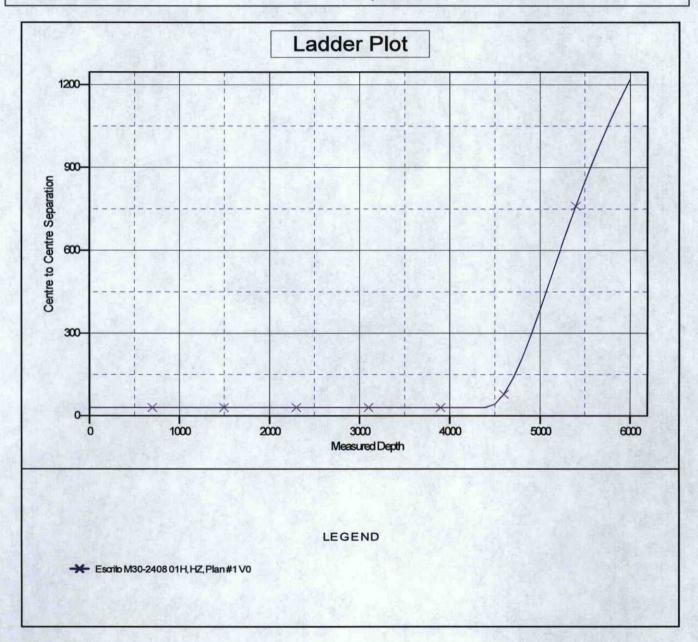
Reference Depths are relative to KB @ 6817.0usft (Unassigned)

Offset Depths are relative to Offset Datum Central Meridian is -107.833333 °

Coordinates are relative to: Escrito M30-2408 02H

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

Grid Convergence at Surface is: 0.06°



Database: Company: Project: Site: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc San Juan County, NM S30-T24N-R8W

 Site:
 S30-T24N-R8W

 Well:
 Escrito M30-2408 02H

Wellbore: HZ Design: Plan #1 Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well Escrito M30-2408 02H KB @ 6817.0usft (Unassigned) KB @ 6817.0usft (Unassigned)

True

ormations			CONTRACTOR OF THE STREET			
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)
	849.0	849.0	Ojo Alamo Ss.		-0.30	268.93
	1,076.0	1,076.0	Kirtland Shale		-0.30	268.93
	1,331.0	1,331.0	Fruitland Coal		-0.30	268.93
	1,615.0	1,615.0	Pictured Cliffs Ss.		-0.30	268.93
	1,709.0	1,709.0	Lewis Shale		-0.30	268.93
	2,452.0	2,452.0	Cliffhouse Ss.		-0.30	268.93
	3,119.0	3,119.0	Menefee Fn.		-0.30	268.93
	4,016.0	4,016.0	Point Lookout Ss.		-0.30	268.93
	4,239.0	4,239.0	Mancos Shale		-0.30	268.93
	4,782.4	4,768.0	Mancos Silt		-0.30	268.93
	5,165.5	5,046.0	Gallup Fn.		-0.30	268.93

Annotations				MARKET LINK AND PASS IN THE HARMAN SERVICES
Measured	Vertical	Local Coor	dinates	
Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment
4,425.0	4,425.0	0.0	0.0	KOP @ 4425'
5,052.7	4,975.3	-231.7	-113.2	Start build/turn @ 5052' MD
5,923.8	5,291.9	-585.3	-779.9	LP @ 5291' TVD; 90.3°
10,568.0	5,267.5	-671.8	-5,423.2	TD at 10568.0

SHL: SWSW Section 30, T24N, R8W

1133 FSL and 447 FWL

BHL: SWSW Section 25, T24N, R9W

555 FSL and 330 FWL San Juan County, New Mexico Lease Number: NMSF 078860

Topsoil will not be stripped when soils are moisture-saturated or frozen below the stripping depth.

If the location becomes prone to wind or water erosion, Encana will take appropriate measures to prevent topsoil loss from wind. Such measures may include using tackifiers or water to wet the topsoil stockpile so that a crust is created across the exposed soil to prevent soil loss.

4. 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 14.6 feet on corner 3 and the maximum fill will be approximately 11.7 feet on the corner 6.

- As determined during the onsite on September 10, 2014, the following best management practices will be implemented:
  - a. Water will be diverted around the pad from corner 3 toward corner 2. Water will be diverted around the pad from corner 3 toward corner 5.
  - Silt traps will be installed upon interim reclamation.
- 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 2 to 4 weeks.

#### C. Pipeline

See the Plan of Development submitted with the final modifications to the Standard SF-299 Application for authorization to construct, operate, maintain and terminate a 55 foot, up to 6-inch outside diameter, buried steel well connect pipeline that was submitted to the BLM concurrently with the APD.

#### 7. METHODS FOR HANDLING WASTE

#### A. Cuttings

- 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 aboveground 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.
- 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

 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

#### **ENCANA OIL & GAS (USA) INC.**

ESCRITO M30-2408 #02H
1133' FSL & 447' FWL
LOCATED IN THE SW/4 SW/4 OF SECTION 30, T24N, R8W, N.M.P.M.,
SAN JUAN COUNTY, NEW MEXICO

#### DIRECTIONS

- 1) FROM THE INTERSECTION OF HWY 64 & HWY 550 IN BLOOMFIELD, GO SOUTH ON HWY 550, 35.0 MILES TO ISR 459. (M.P. 116.6).
- 2) TURN LEFT AND GO 0.7 MILES TO "Y" INTERSECTION.
- 3) CONTINUE RIGHT AND GO 300 FEET TO WHERE ACCESS IS STAKED ON RIGHT SIDE OF ROAD.

WELL FLAG LOCATED AT LAT. 36.281184° N, LONG.107.730540° W (NAD 83).

JOB No.: ENC254 DATE: 07/22/2014 DRAWN BY: TWT

