State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Sayer Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



New Mexico Oil Conservation Division Conditions of Approval C-101 Application for Permit to Drill

Operator Signature Date: _// /30/2017
Vell information;
Operator Entana, Well Name and Number Nagera Und 501H
API#_30-045-35860, Section_3, Township 23 N/S, Range 9 F/W
Conditions of Approval: (See the below checked and handwritten conditions)
Notify Aztec OCD 24hrs prior to casing & cement.
Mold 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 wel 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
O Submit Gas Capture Plan form prior to spudding or initiating recompletion operations
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.
Charl Hen 5-2-2018
NMOCD Approved by Signature Date

Form 3160 -3 (March 2012)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

APR 2 0 2018 ORM APPROVED

OMB No. 1004-0137 Expires October 31, 2014

Lease Serial No **NMNM 8005**

6. If Indian, Allotee or Tribe Name

la.	Type of work:	✓ DRILL	REEN	TER			7. If Unit or CA Agr NMNM132981A	eement, Na	me and No.
1b.	Type of Well:	Oil Well	Gas Well Other		Single Zone Multip	ple Zone	8. Lease Name and NAGEEZI UNIT 5		
2.	Name of Operato	ENCANA O	IL & GAS (USA) INCORP	ORATE	ED		9. API Well No.	358	60
3a.	Address 370 1	7TH STREET,	SUITE 1700 DENVER C		hone No. (include area code) 0)285-2600		10. Field and Pool, or MANCOS	Explorator	у
4.	At surface SW	NE / 2544 FNL	clearly and in accordance with	6239 / L	ONG -107.772492		11. Sec., T. R. M. or I SEC 3 / T23N / R9		
			n nearest town or post office*	1 36.24	18364 / LONG -107 75935	04	12. County or Parish SAN JUAN		13. State NM
	Distance from pro- location to neares property or lease (Also to nearest d	1510 fe			No. of acres in lease 3.66	17. Spacin 10415.1	g Unit dedicated to this	well	
1	Distance from pro to nearest well, dr applied for, on thi	illing completed	30 feet		Proposed Depth 5 feet / 9971 feet		BIA Bond No. on file DB000235		
	Elevations (Show 82 feet	w whether DF, KI	DB, RT, GL, etc.)		Approximate date work will sta 01/2018	rt*	23. Estimated duration 10 days	on	
The	following, comple	eted in accordance	with the requirements of Onsl	- CERNA	Attachments and Gas Order No.1, must be a	ttached to th	is form:		
2. A 3. A	Drilling Plan. Surface Use Pla		rveyor. n is on National Forest Syste oriate Forest Service Office).	m Lands	Item 20 above). 5. Operator certifications	cation	ns unless covered by an		
25.	Signature (Elec	ctronic Submis	sion)		Name (Printed/Typed) Steven Merrell / Ph: (50)	5)599-241	1	Date 11/30/2	2017
Title	Senior Regula	atory Analyst						200	
Appı	roved by (Signatur	B///	Van/lee wes		Name (Printed/Typed)			Date 4	19/10
Title			AFIN		Office FARMINGTON		- 1		710
cond	uct operations the			olds legal	l or equitable title to those righ	its in the sub	ject lease which would	entitle the a	applicant to
Title	18 U.S.C. Section s any false, fictition	1001 and Title 43 ous or fraudulent	U.S.C. Section 1212, make it a statements or representations	crime fo	or any person knowingly and watter within its jurisdiction.	willfully to n	nake to any department	or agency	of the United

(Continued on page 2)

*(Instructions 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 AUTHORIZED ARE SUBJECT TO REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

DRILLING OPERATIONS COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS"



NMOCD

APR 3 n 2018

DISTRICT I
1625 M. Frunch Dr., Hobbs, N.M. 88340
Phone: (876) 363-6161 Fux: (876) 363-0720
DISTRICT II
611 S. First St., Artenie, N.M. 88210
Phone: (875) 748-1863 Fux: (876) 748-9720
DISTRICT III
1000 Bio Brusse Rd., Astec, N.M. 87419
Phone: (806) 334-6176 Fax: (806) 334-6170
DISTRICT IV

1220 S. St. Francis Dr., Sante Fe, HM 67505 Phone: (506) 476-3480 Fax: (505) 476-3482

Dedicated Acres PENETRATED SPACING UNIT E/2 SEC. 3 (321.65 AC); W/2 SEC. 2 (321.80 AC); NW/4 SEC. 11 (160 AC) = 805.45 ACRES TOTAL

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102 DISTRIRevised August 1, 2011

Submit one copy to appropriate District Office

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

	Number 5-35860		98	Pool Code		NAGEEZ	Pool Nam	MAL O	n CO	2
⁴ Property Co	ode				⁶ Property	Name	J		* We	ll Number
131524	141				NAGEEZI U	INIT				501H
OGRID No					*Operator	Name			* 1	Elevation
282327				ENCANA OIL & GAS (USA) INC.				6782'		
					10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County
G	3	23N	9W		2544'	NORTH	1510'	EA	ST	SAN JUAN
			11 Botto	om Hole	Location	If Different Fro	om Surface			
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County
C	11	23N	QW		90'	NORTH	2339'	W	EST	SAN JUAN

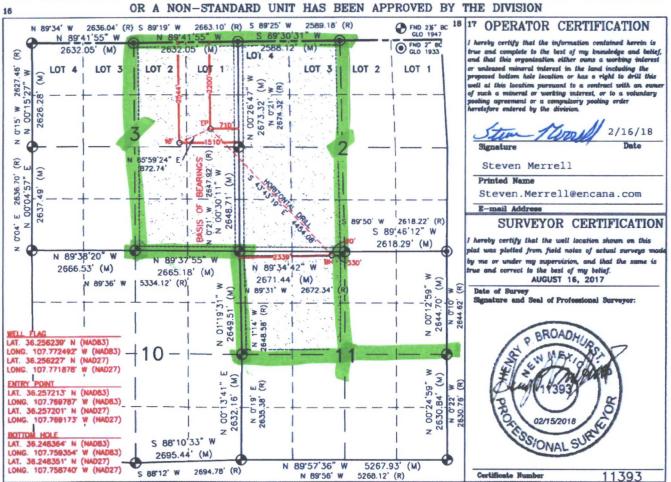
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED

16 Order No.

R-13856-A (10,415.12 Acres)

16 Consolidation Code

18 Joint or Infill



NMOCD

APR 3 0 2018

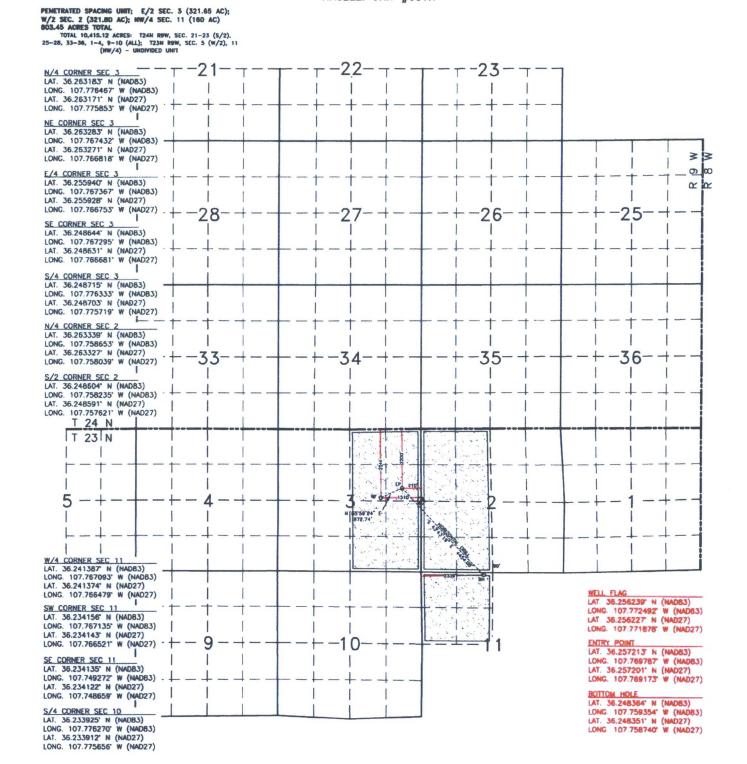
PROBE: (800) 334-9170 PRE: (800) 334-9170 <u>DESTRICT IV</u> 1230 S. St. Francis Dr., Sante Pe, NM 87505 Phone: (805) 478-3460 Par: (805) 478-3462 State of New Mexico
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505 DISTRICT | Form C-102 Revised August 1, 2011

Submit one copy to appropriate District Office

☐ AMENDED REPORT

ENCANA OIL & GAS (USA) INC. NAGEEZI UNIT #501H



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	642
Kirtland Shale	771
Fruitland Coal	1,208
Pictured Cliffs Ss.	1,382
Lewis Shale	1,510
Cliffhouse Ss.	2,061
Menefee Fn.	2,777
Point Lookout Ss.	3,750
Mancos Shale	3,944
Mancos Silt	4,436
Gallup Fn.	4,712

The referenced surface elevation is 6783', KB 6799'

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

Substance	Formation	Depth (TVD) units = feet
Water/Gas	Fruitland Coal	1,208
Water/Gas	Pictured Cliffs Ss.	1,382
Water/Gas	Cliffhouse Ss.	2,061
Water/Gas	Menefee Fn.	2,777
Water/Gas	Point Lookout Ss.	3,750
Oil/Gas	Mancos Shale	3,944
Oil/Gas	Mancos Silt	4,436
Oil/Gas	Gallup Fn.	4,712

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

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.
- 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
- 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 higher grade of casing may be run at the Operator's discretion, but a lower grade will not be substituted without prior approval of the BLM.

a) The proposed casing design is as follows:

Casing	Depth (MD)	Hole Size	Csg Size	Weight	Grade
Surface	0'-320'	12 1/4"	9 5/8"	32.3	H40, STC New
Intermediate	0'-5250'	8 3/4"	7"	26	J55, LTC New
Production Liner	5050'-9971'	6 1/8"	4 1/2"	11.6	B80*, BTC New

Casing String				Casing	Strength Pro	Minimum Design Factors			
Size	Weight	Grade	Connection	Collapse	Burst (psi)	Tensile	Collapse	Burst	Tension
	(ppf)			(psi)		(1000lbs)			
9 5/8"	32.3	H40	STC	1370	2270	365	1.0	1.1	1.5
7"	26	J55	LTC	4330	4980	367	1.0	1.1	1.5
4.5"	11.6	B80	BTC	6350	7780	267	1.0	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.

b) The proposed cementing program is as follows

Casing	Depth (MD)	Cement Volume (sacks)	Cement Type & Yield	Designed TOC	Centralizers
Surface	0'-320'	132 sks	Class V cement w/ 2% CaCl Weight 15.6ppg Yield: 1.21 ft³/sk	Surface	1 per joint on bottom 3 joints
Intermediate	0'-5250'	100% open hole excess Stage 1 Lead: 634 sks Stage 1 Tail: 237 sks	Lead: Extended Class G w/ 6% BWOC bentonite + 2.5 lb/sk Kol-Seal + 0.125 lb/sk Poly-flake Weight: 12.3ppg Yield: 1.952 ft³/sk Tail: Extended Class G w/ 1% BWOC bentonite + 0.3% BWOC Halad-567 + 0.2% BWOC Versaset + 0.05% SA-1015 Weight: 13.5ppg Yield: 1.305 ft³/sk	Surface	1 every 3 joints through water bearing zones
Production Liner	5050'- 9971'	30% open hole excess Cement Vol: 447 sks	Extended Class G w/ 2.5 lb/sk Kol-seal + 0.7% BWOC Halad-567 + 0.20% BWOC Halad-9 + 0.05% SA-1015 Weight: 13.3ppg Yield: 1.36 ft ³ /sk	Top of Liner	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 4188'. Directional plans are attached.

Description	Proposed Depth (TVD/MD)	Formation
Horizontal Lateral TD	4955'/9971'	Gallup

6. DRILLING FLUIDS PROGRAM

a) Surface through Intermediate Casing Point:

			Density	Viscosity	
Hole Size (in)	Depth (TVD/MD)	Mud Type	(ppg)	(sec/qt)	Fluid Loss (cc)
12 1/4"	0'-320'/320'	Fresh Water	0	60-70	NC
8 3/4"	320'/320'-4940'/5250'	Fresh Water LSND	8.3-10	40-50	8-10

b) Intermediate Casing Point to TD:

			Density	Viscosity	
Hole Size (in)	Depth (TVD/MD)	Mud Type	(ppg)	(sec/qt)	Fluid Loss (cc)
	4940'/5250'-				
6 1/8"	4955'/9971'	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) Mud Logging Mancos Top 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 +/- 2334 psi based on a 9.0 ppg at 4988' TVD of the horizontal lateral target. No abnormal pressure or temperatures are anticipated.

No hydrogen sulfide gas is anticipated, however, if H_2S 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 January 1st, 2018. 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 10 days.

EnCana Oil & Gas (USA) Inc

San Juan County, NM S3-T23N-R9W NU 501H (G03-2309 01H) OH PLAN #2

Anticollision Report

24 October, 2017

Anticollision Report

EnCana Oil & Gas (USA) Inc Company: Project: San Juan County, NM Reference Site: S3-T23N-R9W Site Error: 0.00usft

Reference Well: NU 501H (G03-2309 01H) Well Error: 0.00usft

Reference Wellbore ОН Reference Design: PLAN #2 Local Co-ordinate Reference: TVD Reference:

KB @ 6799.00usft MD Reference: KB @ 6799,00usft

North Reference: True Survey Calculation Method: Minimum Curvature Output errors are at 2.00 sigma

USA EDM 5000 Multi Users DB Database:

Offset TVD Reference: Offset Datum

PLAN #2 Reference

Filter type:

NO GLOBAL FILTER: Using user defined selection & filtering criteria

Interpolation Method: Depth Range: Results Limited by:

MD + Stations Interval 100,00usft Unlimited

Maximum center-center distance of 1,176.98usft

Warning Levels Evaluated at: 2.00 Sigma

Scan Method: Error Surface: Systematic Ellipse Closest Approach 3D

Well NU 501H (G03-2309 01H)

Pedal Curve

Survey Tool Program Date 10/24/2017 From To (usft) (usft) Survey (Wellbore) **Tool Name** Description 0.00 950.00 PLAN #2 (OH) INC-ONLY_A027Ua **OWSG Inclination Only Surveys** 951.00 9,970.19 PLAN #2 (OH) MWD+HDGM OWSG MWD + HDGM

	Reference	Offset	Distance				
Site Name Offset Well - Wellbore - Design	Measured Depth (usft)	Measured Depth (usft)	Between Centres (usft)	Between Ellipses (usft)	Separation Factor	Warning	
S3-T23N-R9W							
Federal D3 - Encana - No Surveys Federal D4 - Encana - No Surveys						Out of range Out of range	
NAGEEZI UNIT 405H - OH - PLAN #6 NAGEEZI UNIT 405H - OH - SURVEYS						Out of range Out of range	
NAGEEZI UNIT 405H - STK #1 - FINAL						Out of range	
NAGEEZI UNIT 406H - OH - FINAL	050.00	050.00	00.40	0.05	0.070	Out of range	
NU 502H (G03-2309 02H) - OH - PLAN #2 NU 502H (G03-2309 02H) - OH - PLAN #2	950.00 1,000.00	950.00 1,000.00	30.19 30.59	-0.95 -1.86		Level 1, CC Level 1, ES, SF	
South Huerfano #1 - DUGAN WELL - NO SURVEYS						Out of range	

Anticollision Report

Company:

EnCana Oil & Gas (USA) Inc

Project: Reference Site: San Juan County, NM S3-T23N-R9W

Site Error:

0.00usft

Reference Well:

NU 501H (G03-2309 01H)

Well Error: Reference Wellbore Reference Design: 0.00usft OH PLAN #2 Local Co-ordinate Reference:

TVD Reference: MD Reference:

North Reference:

Survey Calculation Method:

Output errors are at

Database: Offset TVD Reference: Well NU 501H (G03-2309 01H)

KB @ 6799.00usft KB @ 6799.00usft

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

offset De urvey Prog Refer	ram: 0-fN	IC-ONLY_A02	7Ua, 1628-MV	CREATING COMPANIES OF THE		02H) - OH -	TO THE PARTY		Dista	ince			Offset Well Error:	0.00 us
easured 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	
0.00	0.00	0.00	0.00	0.00	0.00	-142.74	-24.03	-18.28	30,19					
100.00	100.00	100,00	100.00	0.73	0.73	-142.74	-24.03	-18.28	30.19	28,72	1.47	20,591		
200.00	200.00	200.00	200.00	2.48	2.48	-142.74	-24.03	-18.28	30.19	25.23	4.96	6.090		
300.00	300.00	300.00	300.00	4.22	4.22	-142.74	-24.03	-18.28	30.19	21.74	8.45	3.574		
400.00	400.00	400.00	400.00	5.97	5.97	-142.74	-24.03	-18.28	30.19	18.25	11.94	2.529		
500.00	500.00	500.00	500.00	7.71	7.71	-142.74	-24.03	-18.28	30.19	14.76	15.43	1.957		
600.00	600.00	600.00	600.00	9.46	9.46	-142.74	-24.03	-18.28	30.19	11.27	18.92	1.596		
700.00	700.00	700.00	700.00	11.21	11.21	-142.74	-24.03	-18.28	30.19	7.78	22.41	1.347 Le	vel 3	
800.00	800.00	800.00	800.00	12.95	12.95	-142.74	-24.03	-18.28	30.19	4.29	25.90	1.166 Le	vel 2	
900.00	900.00	900.00	900.00	14.70	14.70	-142.74	-24.03	-18.28	30.19	0.80	29.39	1.027 Le	vel 2	
950.00	950.00	950.00	950.00	15.57	15.57	-142.74	-24.03	-18.28	30.19	-0.95	31.14	0.970 Le	vel 1, CC	
1,000.00	1,000.00	1,000.00	1,000.00	16.00	16.44	-156,20	-24.03	-18.28	30,59	-1.86	32,45	0.943 Le	vel 1, ES, SF	
1,100,00	1,099.93	1,100.07	1,099.93	16.01	18.19	-158.57	-24.03	-18.28	33.81	-0.39	34.20	0.989 Le	vel 1	
1,200.00	1,199.68	1,200,32	1,199.68	16.03	19.94	-162.14	-24.03	-18,28	40,38	4.42	35,96	1.123 Le	vel 2	
1,300.00	1,299.13	1,300.87	1,299.13	16.05	21.69	-165.74	-24.03	-18.28	50.44	12.70	37.74	1.336 Le	vel 3	
1,400.00	1,398.15	1,401.85	1,398.15	16.08	23.45	-168.75	-24.03	-18.28	64.02	24.49	39.54	1.619		
1,500.00	1,496.63	1,503.37	1,496.63	16.13	25.23	-171.09	-24.03	-18.28	81.13	39.78	41.35	1.962		
1,600.00	1,594.44	1,594.44	1,594.44	16.19	26.82	-172.85	-24.03	-18.28	101.73	58.74	42.99	2.366		
1,699.78	1,691.25	1,690.48	1,690.48	16.26	27.94	-173.84	-23.99	-18.98	125.91	81.74	44.17	2.851		
1,700.00	1,691.46	1,690.69	1,690.68	16.26	27.94	-173.84	-23.99	-18.99	125.97	81.80	44.17	2.852		
1,800.00	1,788.06	1,785.74	1,785.66	16.36	28.03	-173.49	-23.80	-22.67	152.75	108.43	44.32	3.446		
1,900.00	1,884,65	1,880.14	1,879.81	16.46	28.03	-172,25	-23.45	-29,44	180,47	136.08	44.40	4.065		
2,000.00	1,981.25	1,973.71	1,972.86	16.58	28.05	-170.51	-22.95	-39.21	209.28	164.80	44.47	4.706		
2,100.00	2,077.84	2,066.24	2,064.52	16.72	28.06	-168.50	-22,29	-51.84	239.33	194.78	44.55	5.372		
2,200.00	2,174.43	2,157,58	2,154.55	16.87	28.09	-166.33	-21.50	-67.21	270.81	226,18	44.63	6.069		
2,300.00	2,271.03	2,247.55	2,242.71	17.03	28.12	-164.12	-20.58	-85.14	303,86	259.17	44.69	6.799		
2,400.00	2,367.62	2,336.03	2,328.81	17.20	28.15	-161.91	-19.53	-105.46	338.62	293.88	44.75	7.567		
2,500.00	2,464.22	2,425.90	2,415.69	17.39	28.20	-159.72	-18.34	-128.40	375.00	330.16	44.84	8.363		
2,600.00	2,560.81	2,518.02	2,504.68	17.59	. 28.26	-157.83	-17.11	-152.21	411.96	366.97	44.99	9.156		
2,700.00	2,657.41	2,610.14	2,593.66	17.80	28.33	-156.25	-15.89	-176.01	449.25	404.09	45.17	9.947		
2,800.00	2,754.00	2,702.26	2,682.64	18.02	28.40	-154.91	-14.66	-199.82	486.80	441.44	45.36	10.732		
2,900.00	2,850.60	2,805.62	2,771,63	18.26	28.49	-153.76	-13.43	-223,62	524.54	478.95	45,58	11,508		
3,000.00	2,947.19	2,886.50	2,860.61	18.50	28.58	-152.76	-12.20	-247.43	562.44	516.63	45.80	12.279		
3,100.00	3,043.79	2,978.62	2,949.59	18.76	28.68	-151,88	-10.97	-271.24	600.47	554.41	46.05	13.039		
3,200.00	3,140.38	3,070.74	3,038.58	19.02	28.78	-151.12	-9.74	-295.04	638.60	592.28	46.32	13.788		
3,300.00	3,236.97	3,162.86	3,127.56	19.29	28.90	-150.43	-8.52	-318.85	676.82	630.23	46.60	14.525		
3,400.00	3,333.57	3,254.98	3,216.54	19.58	29,03	-149.82	-7.29	-342.65	715.12	668.23	46.89	15,251		
3,500.00	3,430.16	3,347.10	3,305.52	19.87	29.16	-149.27	-6.06	-366.46	753.48	706.28	47.20	15.963		
3,600.00	3,526.76	3,439.23	3,394.51	20.17	29.30	-148.78	-4.83	-390.27	791.89	744.37	47.52	16.663		
3,700.00	3,623.35	3,531.35	3,483.49	20.47	29.45	-148.33	-3.60	-414.07	830.35	782.49	47.86	17.349		
3,800.00	3,719.95	3,623.47	3,572.47	20.79	29.60	-147.92	-2.37	-437.88	868.85	820.64	48.21	18.021		
3,900.00	3,816.54	3,715.59	3,661.46	21.11	29.77	-147.54	-1.15	-461.68	907.38	858.81	48.57	18.680		
4,000.00	3,913.14	3,807.71	3,750.44	21.44	29.94	-147.20	0.08	-485.49	945.95	897.00	48.95	19.325		
4,100.00	4,009.73	3,900.17	3,839.42	21.77	30,11	-146.88	1.31	-509.30	984.54	935,20	49.34	19.955		
4,200.00	4,106.33	4,008.05	3,928.41	22.11	30.33	-146.58	2.54	-533.10	1,023.15	973.39	49.76	20.560		
4,285.00	4,188.43	4,070.25	4,004.04	22.41	30.46	-146.35	3.58	-553.34	1,055.99	1,005.90	50.09	21.084		
4,300.00	4,202.94	4,084.06	4,017.38	22.46	30.49	-150.76	3.77	-556.91	1,061.79	1,011.64	50.15	21.174		
4,350.00	4,251.54	4,129.88	4,061.63	22.63	30.59	-167.60	4.38	-568.75	1,081.16	1,030.82	50.34	21.476		
4,400.00	4,300.31	4,175.19	4,105.41	22.78	30.69	173.60	4.98	-580.46	1,100.55	1,050.02	50.53	21.782		
4,450.00	4,349.01	4,218.90	4,147.82	22.92	30.78	155.73	4.68	-590.96	1,119.96	1,069.28	50.68	22.098		
4,500.00	4,397.42	4,263.04	4,191.01	23.05	30.86	141.04	2.39	-599.77	1,139.35	1,088.53	50.83	22.416		
4,550.00	4,445.29	4,307.78	4,234.97	23.16	30.94	129.83	-1.97	-606.82	1,158.65	1,107.69	50.97	22,733		

Anticollision Report

Company: Project:

EnCana Oil & Gas (USA) Inc San Juan County, NM S3-T23N-R9W

Reference Site: Site Error: 0.00usft

Reference Well: Well Error:

NU 501H (G03-2309 01H) 0.00usft

Reference Wellbore OH PLAN #2 Reference Design:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method: Output errors are at

Local Co-ordinate Reference:

Database:

Offset TVD Reference:

Well NU 501H (G03-2309 01H)

KB @ 6799,00usft KB @ 6799.00usft

True

Minimum Curvature

2.00 sigma

USA EDM 5000 Multi Users DB

Offset Datum

Reference Depths are relative to KB @ 6799.00usft

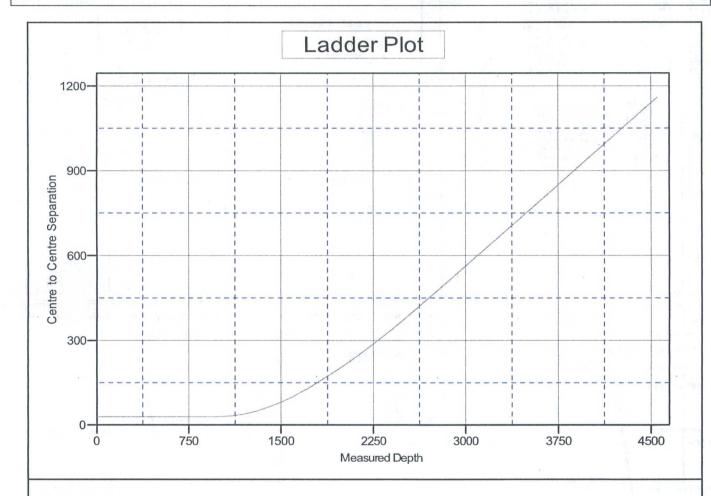
Offset Depths are relative to Offset Datum

Central Meridian is -107.833333 °

Coordinates are relative to: NU 501H (G03-2309 01H)

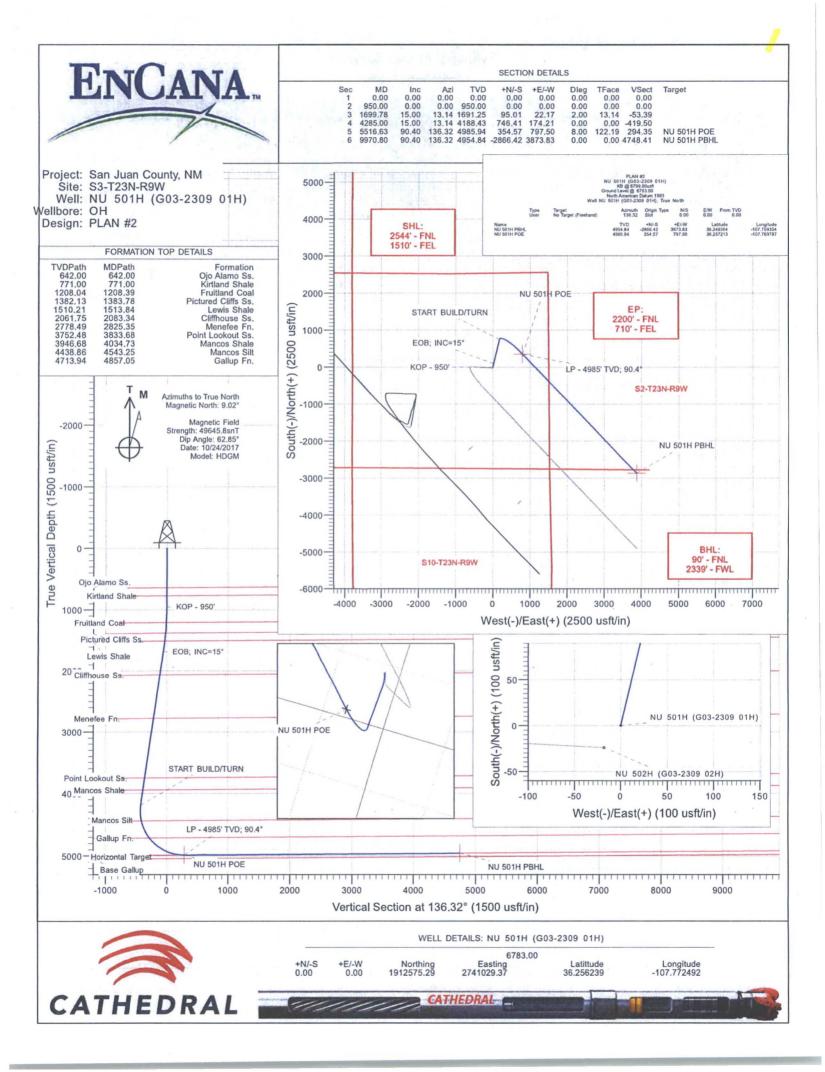
Coordinate System is US State Plane 1983, New Mexico Western Zone

Grid Convergence at Surface is: 0.04°



LEGEND

NU 502H (G03-2309 02H), OH, PLAN #2 V0



Planning Report

Database: Company: USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc

Project: San Juan County, NM S3-T23N-R9W Site: Well: NU 501H (G03-2309 01H)

Wellbore: OH PLAN #2 Design:

Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well NU 501H (G03-2309 01H)

KB @ 6799.00usft KB @ 6799.00usft

True

Minimum Curvature

Project

San Juan County, NM

Map System: Geo Datum:

US State Plane 1983 North American Datum 1983

New Mexico Western Zone

System Datum:

Mean Sea Level

Map Zone: Site

S3-T23N-R9W

Site Position:

Lat/Long

Northing:

1,911,826.36 usft 2,738,972.48 usft

Latitude:

Longitude:

36.254185

From:

Well

0.00 usft

Easting:

13-3/16"

Grid Convergence:

-107.779470

Position Uncertainty:

Slot Radius:

0.03°

Well Position

NU 501H (G03-2309 01H)

+N/-S +E/-W

0.00 usft

Northing:

Easting:

1,912,575.29 usft 2,741,029.37 usft

9.02

Latitude:

36.256239

Position Uncertainty

0.00 usft 0.00 usft

Wellhead Elevation:

usft

Longitude: **Ground Level:**

-107.772492 6,783.00 usft

Wellbore

OH

PLAN #2

Magnetics **Model Name**

HDGM

Sample Date

10/24/2017

Declination (°)

Dip Angle (°)

Field Strength (nT)

49,645.80000000

Design

Audit Notes: Version:

Phase:

PLAN

Tie On Depth:

0.00

Depth From (TVD)

+N/-S (usft)

+E/-W (usft)

Direction

Vertical Section:

(usft) 0.00

0.00

0.00

(°) 136.32

62.85

Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Dogleg Rate (°/100usft)	Build Rate (°/100usft)	Turn Rate (°/100usft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	ANGELES CUERTIFICATION
950.00	0.00	0.00	950.00	0.00	0.00	0.00	0.00	0.00	0.00	
1,699.78	15.00	13.14	1,691.25	95.01	22.17	2.00	2.00	0.00	13.14	
4,285.00	15.00	13.14	4,188.43	746.41	174.21	0.00	0.00	0.00	0.00	
5,516.63	90.40	136.32	4,985.94	354.57	797.50	8.00	6.12	10.00	122.19	NU 501H POE
9,970.80	90.40	136.32	4,954.84	-2.866.42	3,873.83	0.00	0.00	0.00	0.00	NU 501H PBHL

Planning Report

Database: Company:

Well:

USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc

NU 501H (G03-2309 01H)

Project: San Juan County, NM Site: S3-T23N-R9W

Wellbore: OH
Design: PLAN #2

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NU 501H (G03-2309 01H)

KB @ 6799,00usft KB @ 6799,00usft

True

Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft	Build Rate (°/100u	Comments / Formations
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	
400.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.00	
500.00	0.00	0.00	500.00	0.00	0.00	0.00	0.00	0.00	
600.00	0.00	0.00	600.00	0.00	0.00	0.00	0.00	0.00	
642.00	0.00	0.00	642.00	0.00	0.00	0.00	0.00	0.00	Ojo Alamo Ss.
700.00	0.00	0.00	700.00	0.00	0.00	0.00	0.00	0.00	
771.00	0.00	0.00	771.00	0.00	0.00	0.00	0.00	0.00	Kirtland Shale
800.00	0.00	0.00	800.00	0.00	0.00	0.00	0.00	0.00	
900.00	0.00	0.00	900.00	0.00	0.00	0.00	0.00	0.00	
950.00	0.00	0.00	950.00	0.00	0.00	0.00	0.00		KOP - 950'
1,000.00	1.00	13.14	1,000.00	0.42	0.10	-0.24	2.00	2.00	
1,100.00	3.00	13.14	1,099.93	3.82	0.89	-2.15	2.00	2.00	
1,200.00	5.00	13.14	1,199.68	10.62	2.48	-5.97	2.00	2.00	
1,208.39	5.17	13.14	1,208.04	11.34	2.65	-6.37	2.00	2.00	Fruitland Coal
1,300.00	7.00	13.14	1,299.13	20.79	4.85	-11.69	2.00	2.00	
1,383.78	8.68	13.14	1,382.13	31.92	7.45	-17.94	2.00	2.00	Pictured Cliffs Ss.
1,400.00	9.00	13.14	1,398.15	34.35	8.02	-19.30	2.00	2.00	
,500.00	11.00	13.14	1,496.63	51.26	11.96	-28.81	2.00	2.00	
,513.84	11.28	13.14	1,510.21	53.86	12.57	-30.27	2.00		Lewis Shale
1,600.00	13.00	13.14	1,594.44	71.50	16.69	-40.19	2.00	2.00	
1,699.78	15.00	13.14	1,691.25	95.01	22.17	-53.39	2.00		EOB; INC=15°
1,700.00	15.00	13.14	1,691.46	95.06	22.19	-53.43	0.00	0.00	
1,800.00	15.00	13.14	1,788.06	120.26	28.07	-67.59	0.00	0.00	
1,900.00	15.00	13.14	1,884.65	145.46	33.95	-81.75	0.00	0.00	
2,000.00	15.00	13.14	1,981.25	170.65	39.83	-95.91	0.00	0.00	
2,083.34	15.00	13.14	2,061.75	191.65	44.73	-107.71	0.00	0.00	Cliffhouse Ss.
2,100.00	15.00	13.14	2,077.84	195.85	45.71	-110.07	0.00	0.00	
2,200.00	15.00	13.14	2,174.43	221.05	51.59	-124.23	0.00	0.00	
2,300.00	15.00	13.14	2,271.03	246.24	57.47	-138.39	0.00	0.00	
2,400.00	15.00	13.14	2,367.62	271.44	63.35	-152.56	0.00	0.00	
2,500.00	15.00	13.14	2,464.22	296.64	69.23	-166.72	0.00	0.00	
2,600.00	15.00	13.14	2,560.81	321.84	75.11	-180.88	0.00	0.00	
2,700.00	15.00	13.14	2,657.41	347.03	81.00	-195.04	0.00	0.00	
2,800.00	15.00	13.14	2,754.00	372.23	86.88	-209.20	0.00	0.00	
2,825.35	15.00	13.14	2,778.49	378.62	88.37	-212.79	0.00	0.00	Menefee Fn.
2,900.00	15.00	13.14	2,850.60	397.43	92.76	-223.36	0.00	0.00	
3,000.00	15.00	13.14	2,947.19	422.63	98.64	-237.52	0.00	0.00	
3,100.00	15.00	13.14	3,043.79	447.82	104.52	-251.69	0.00	0.00	
3,200.00	15.00	13.14	3,140.38	473.02	110.40	-265.85	0.00	0.00	
3,300.00	15.00	13.14	3,236.97	498.22	116.28	-280.01	0.00	0.00	
3,400.00	15.00	13.14	3,333.57	523.42	122.16	-294.17	0.00	0.00	
3,500.00	15.00	13.14	3,430.16	548.61	128.04	-308.33	0.00	0.00	
3,600.00	15.00	13.14	3,526.76	573.81	133.92	-322.49	0.00	0.00	
3,700.00	15.00	13.14	3,623.35	599.01	139.80	-336.65	0.00	0.00	
3,800.00	15.00	13.14	3,719.95	624.20	145.69	-350.82	0.00	0.00	
3,833.68	15.00	13.14	3,752.48	632.69	147.67	-355.59	0.00		Point Lookout Ss.
3,900.00	15.00	13.14	3,816.54	649.40	151.57	-364.98	0.00	0.00	
4,000.00	15.00	13.14	3,913.14	674.60	157.45	-379.14	0.00	0.00	
4,034.73	15.00	13.14	3,946.68	683.35	159.49	-384.06	0.00		Mancos Shale

Planning Report

Database:

USA EDM 5000 Multi Users DB

Company: Project: Site:

EnCana Oil & Gas (USA) Inc San Juan County, NM S3-T23N-R9W NU 501H (G03-2309 01H)

Well: Wellbore: ОН Design: PLAN #2 Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference: MD Reference: North Reference: Well NU 501H (G03-2309 01H) KB @ 6799.00usft KB @ 6799.00usft

True

ned Surve	у								
easured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Comments / Formations
(usft)	(°)	(°)	(usft)	(usft)	(usft)	(usft)	(°/100usft	(°/100u	
4,100.00	15.00	13.14	4,009.73	699.80	163.33	-393.30	0.00	0.00	
1,200.00	15.00	13.14	4,106.33	724.99	169.21	-407.46	0.00	0.00	
1,285.00	15.00	13.14	4,188.43	746.41	174.21	-419.50	0.00	0.00	START BUILD/TURN
1,300.00	14.39	17.23	4,202.94	750.08	175.20	-421.47	8.00	-4.03	
4,400.00	12.69	51.14	4,300.31	768.88	187.46	-426.59	8.00	-1.70	
1,500.00	15.53	82.35	4,397.42	777.57	209.31	-417.78	8.00	2.83	
,543.25	17.74	91.67	4,438.86	778.14	221.64	-409.69	8.00		Mancos Silt
1,600.00	21.14	100.75	4,492.38	775.98	240.35	-395.21	8.00	5.99	
1,700.00	27.90	111.15	4,583.35	764.16	279.95	-359.30	8.00	6.76	
1,800.00	35.16	117.64	4,668.56	742.32	327.35	-310.77	8.00	7.25	
1,857.05	39.41	120.38	4,713.94	725.53	357.54	-277.78	8.00		Gallup Fn.
1,900.00	42.65	122.13	4,746.34	710.90	381.64	-250.56	8.00	7.54	
5,000.00	50.27	125.48	4,815.18	670.50	441.74	-179.83	8.00	7.62	
5,100.00	57.98	128.16	4,873.75	621.91	506.49	-99.97	8.00	7.70	
5,200.00	65.72	130.42	4,920.89	566.08	574.64	-12.53	8.00	7.75	
5,300.00	73.50 81.30	132.41 134.26	4,955.71 4,977.51	504.09 437.15	644.85 715.76	80.79 178.17	8.00 8.00	7.78 7.80	
5,500.00	89.10	134.26	4,985.87	366.57	785.98	277.72	8.00	7.80	
									The second of the second
,516.63	90.40	136.32	4,985.94	354.57	797.50	294.35	8.00		LP - 4985' TVD; 90.4°
6,600.00	90.40	136.32	4,985.36	294.28	855.08	377.72	0.00	0.00	
5,700.00	90.40	136.32	4,984.66	221.97	924.14	477.71	0.00	0.00	
5,800.00	90.40 90.40	136.32 136.32	4,983.96	149.65 77.34	993.21 1,062.28	577.71 677.71	0.00	0.00	
			4,983.26						
6,000.00	90.40	136.32	4,982.57	5.03	1,131.34	777.71	0.00	0.00	
5,100.00	90.40	136.32	4,981.87	-67.29	1,200.41	877.70	0.00	0.00	
5,200.00	90.40	136.32	4,981.17	-139.60	1,269.48	977.70	0.00	0.00	
5,300.00	90.40	136.32	4,980.47	-211.92	1,338.54	1,077.70	0.00	0.00	
6,400.00	90.40	136.32	4,979.77	-284.23	1,407.61	1,177.70	0.00	0.00	
5,500.00	. 90.40	136.32	4,979.07	-356.54	1,476.68	1,277.69	0.00	0.00	applied to the first of
6,600.00	90.40	136.32	4,978.38	-428.86	1,545.74	1,377.69	0.00	0.00	
5,700.00	90.40	136.32	4,977.68	-501.17	1,614.81	1,477.69	0.00	0.00	
00.008,6	90.40	136.32	4,976.98	-573.49	1,683.88	1,577.69	0.00	0.00	
6,900.00	90.40	136.32	4,976.28	-645.80	1,752.94	1,677.68	0.00	0.00	
7,000.00	90.40	136.32	4,975.58	-718.11	1,822.01	1,777.68	0.00	0.00	
7,100.00	90.40	136.32	4,974.88	-790.43	1,891.08	1,877.68	0.00	0.00	
7,200.00	90.40	136.32	4,974.19	-862.74	1,960.14	1,977.68	0.00	0.00	
7,300.00	90.40	136.32	4,973.49	-935.06	2,029.21	2,077.67	0.00	0.00	
,400.00	90.40	136.32	4,972.79	-1,007.37	2,098.28	2,177.67	0.00	0.00	
,500.00	90.40	136.32	4,972.09	-1,079.69	2,167.34	2,277.67	0.00	0.00	
7,600.00	90.40	136.32	4,971.39	-1,152.00	2,236.41	2,377.67	0.00	0.00	
7,700.00	90.40	136.32	4,970.70	-1,224.31	2,305.47	2,477.66	0.00	0.00	
7,800.00	90.40	136.32	4,970.00	-1,296.63	2,374.54	2,577.66	0.00	0.00	
,900.00	90.40	136.32	4,969.30	-1,368.94	2,443.61	2,677.66	0.00	0.00	
3,000.00	90.40	136.32	4,968.60	-1,441.26	2,512.67	2,777.66	0.00	0.00	
3,100.00	90.40	136.32	4,967.90	-1,513.57	2,512.07	2,877.65	0.00	0.00	
3,200.00	90.40	136.32	4,967.20	-1,585.88	2,650.81	2,977.65	0.00	0.00	
3,300.00	90.40	136.32	4,966.51	-1,658.20	2,719.87	3,077.65	0.00	0.00	
3,400.00	90.40	136.32	4,965.81	-1,730.51	2,788.94	3,177.65	0.00	0.00	
3,500.00	90.40	136.32	4,965.11	-1,802.83	2,858.01	3,277.64	0.00	0.00	
3,600.00	90.40	136.32	4,964.41	-1,875.14	2,927.07	3,377.64	0.00	0.00	
3,700.00 3,800.00	90.40 90.40	136.32 136.32	4,963.71 4,963.01	-1,947.45 -2,019.77	2,996.14 3,065.21	3,477.64 3,577.64	0.00	0.00	

Planning Report

Database: Company: Project:

Site:

Well:

USA EDM 5000 Multi Users DB EnCana Oil & Gas (USA) Inc

San Juan County, NM S3-T23N-R9W NU 501H (G03-2309 01H)

Wellbore: OH
Design: PLAN #2

Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Well NU 501H (G03-2309 01H)

KB @ 6799.00usft KB @ 6799.00usft

True

Measured Depth (usft)	Inclination (°)	Azimuth	Vertical Depth (usft)	+N/-S (usft)	+E/-W (usft)	Vertical Section (usft)	Dogleg Rate (°/100usft	Build Rate (°/100u	Comments I Formations
8,900.00	90.40	136.32	4,962.32	-2,092.08	3,134.27	3,677.63	0.00	0.00	
9,000.00	90.40	136.32	4,961.62	-2,164.40	3,203.34	3,777.63	0.00	0.00	
9,100.00	90.40	136.32	4,960.92	-2,236.71	3,272.41	3,877.63	0.00	0.00	
9,200.00	90.40	136.32	4,960.22	-2,309.03	3,341.47	3,977.63	0.00	0.00	
9,300.00	90.40	136.32	4,959.52	-2,381.34	3,410.54	4,077.62	0.00	0.00	
9,400.00	90.40	136.32	4,958.83	-2,453.65	3,479.61	4,177.62	0.00	0.00	
9,500.00	90.40	136.32	4,958.13	-2,525.97	3,548.67	4,277.62	0.00	0.00	
9,600.00	90.40	136.32	4,957.43	-2,598.28	3,617.74	4,377.62	0.00	0.00	
9,700.00	90.40	136.32	4,956.73	-2,670.60	3,686.80	4,477.62	0.00	0.00	
9,800.00	90.40	136.32	4,956.03	-2,742.91	3,755.87	4,577.61	0.00	0.00	
9,900.00	90.40	136.32	4,955.33	-2,815.22	3,824.94	4,677.61	0.00	0.00	
9,970.80	90.40	136.32	4.954.84	-2.866.42	3,873,83	4,748,41	0.00	0.00	TD at 9970.80

Targets									
Target Name - hit/mlss target - Shape	Dip Angle	Dip Dir.	TVD (usft)	+N/-S (usft)	+E/-W (usft)	Northing (usft)	Easting (usft)	Latitude	Longitude
NU 501H PBHL - plan hits target cent - Point	0.00 er	0.00	4,954.84	-2,866.42	3,873.83	1,909,711.30	2,744,905.00	36.248364	-107.759354
NU 501H POE - plan hits target cent - Point	0.00 eer	0.00	4,985.94	354.57	797.50	1,912,930.36	2,741,826.65	36.257213	-107.769787

Formations	CALL STATE						
	Measured Depth (usft)	Vertical Depth (usft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	642.00	642.00	Ojo Alamo Ss.		-0.40	136.32	
	771.00	771.00	Kirtland Shale		-0.40	136.32	
	1,208.39	1,208.00	Fruitland Coal		-0.40	136.32	
	1,383.78	1,382.00	Pictured Cliffs Ss.		-0.40	136.32	
	1,513.84	1,510.00	Lewis Shale		-0.40	136.32	
	2,083.34	2,061.00	Cliffhouse Ss.		-0.40	136.32	
	2,825.35	2,777.00	Menefee Fn.		-0.40	136.32	
	3,833.68	3,750.00	Point Lookout Ss.		-0.40	136.32	
	4,034.73	3,944.00	Mancos Shale		-0.40	136.32	
	4,543.25	4,436.00	Mancos Silt		-0.40	136.32	
	4,857.05	4,712.00	Gallup Fn.		-0.40	136.32	

Planning Report

Database: Company: Project:

Site:

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

S3-T23N-R9W NU 501H (G03-2309 01H)

Well: Wellbore: Design:

OH PLAN #2 Local Co-ordinate Reference:

TVD Reference: MD Reference: North Reference:

Survey Calculation Method:

Well NU 501H (G03-2309 01H) KB @ 6799.00usft KB @ 6799,00usft

True

2000		2040			2007	
PI	an	An	no	tal	lin	ne

	Measured	Vertical	Local Coordinates			
	Depth (usft)	Depth (usft)	+N/-S (usft)	+E/-W (usft)	Comment	
AND PRODUCTION	950.00	950.00	0.00	0.00	KOP - 950'	44-40-40-40-40-40-40-40-40-40-40-40-40-4
	1,699.78	1,691.25	95.01	22.17	EOB; INC=15°	
	4,285.00	4,188.43	746.41	174.21	START BUILD/TURN	
	5,516.63	4,985.94	354.57	797.50	LP - 4985' TVD; 90.4°	
	9,970.80	4,954.84	-2,866.42	3,873.83	TD at 9970.80	

Operator Name: ENCANA OIL & GAS (USA) INCORPORATED

Well Name: NAGEEZI UNIT Well Number: 501H

Well Production type:

Completion Method:

Water well additional information:

State appropriation permit:

Additional information attachment:

Section 6 - Construction Materials

Construction Materials description: All construction materials for the access road will consist of native borrow and subsoil accumulated during road construction. If additional fill material is required to build up the access during road construction, BLM has approved fill material from the pad construction to be utilized. Surfacing material will consist of a base of 3-inch road base and will be capped with ¾-inch road base which will be hauled in by trucks from either Paul & Sons, Four Corners Material, or Mesa gravel depending on which pit has the material needed to complete construction of the new access.

Construction Materials source location attachment:

Section 7 - Methods for Handling Waste

Waste type: SEWAGE

Waste content description: Sewer waste generated from onsite living accommodations on drill pad. 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. Please note, the volumes provided are estimates only.

Amount of waste: 1000

gallons

Waste disposal frequency: Weekly

Safe containment description: Will be stored in above ground tank that includes secondary containment in the form of berms or similar.

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL

Disposal location ownership: PRIVATE

FACILITY

Disposal type description:

Disposal location description: Sewage will be disposed of at an authorized sanitary landfill.

Waste type: DRILLING

Waste content description: Water-based mud drill cuttings produced from drilling the well bore. 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. Please note, the volumes provided are estimates only.

Amount of waste: 2500

barrels

Waste disposal frequency: Weekly

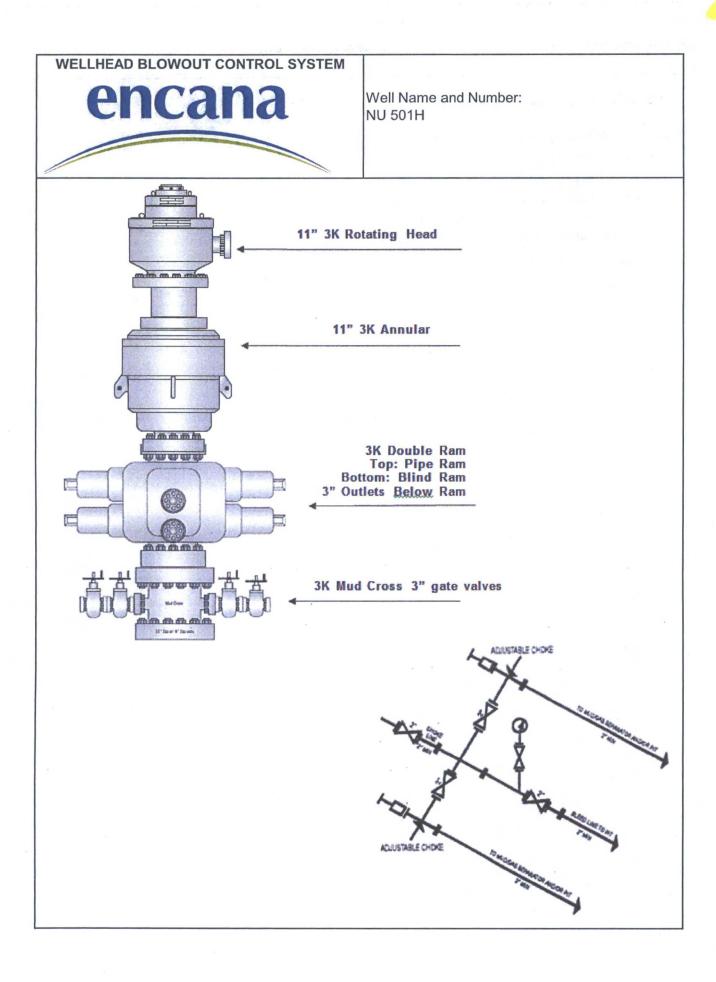
Safe containment description: Cuttings will be stored in above ground steel storage tanks. Cuttings will be mixed with sawdust or other absorbent material and disposed of at a commercial facility.

Safe containment attachment:

Waste disposal type: HAUL TO COMMERCIAL Disposal location ownership: PRIVATE

FACILITY

Disposal type description:



ENCANA OIL & GAS (USA) INC.

NAGEEZI UNIT #501H

2543' FNL & 1510' FEL LOCATED IN THE SW/4 NE/4 OF SECTION 03, T23N, R9W, N.M.P.M., SAN JUAN COUNTY, NEW MEXICO

DIRECTIONS

- 1) FROM THE INTERSECTION OF HIGHWAY 64 & HIGHWAY 550 IN BLOOMFIELD, GO SOUTH ON HIGHWAY 550 FOR 36.0 MILES TO ROAD 7800 (M.P. 115.6).
- TURN RIGHT ONTO ROAD 7800 AND GO 3 MILES TO A DIRT ROAD ON LEFT, BEFORE THE WASH.
- 3) TURN LEFT AND GO 0.3 MILES TO THE NAGEEZI UNIT #405H WELL PAD.
- 4) TRAVEL THROUGH WELL PAD TO THE NORTH SIDE WERE THE NEW ACCESS IS STAKED.

WELL FLAG LOCATED AT LAT. 36.256239° N, LONG.107.772492° W (NAD 83).

CCI

CHENAULT CONSULTING INC.

4800 COLLEGE 5LVD. SUITE 301 FARMINGTON, NM 67402 (505)-325-7707

