

03/28/2013 DATE IN	SUSPENSE	ENGINEER PG	04/01/2013 LOGGED IN	TYPE NSL	PPAG 1309132780 APP NO.
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



30-045-35320

Meadows 108-3014

Well #001H

ADMINISTRATIVE APPLICATION CHECKLIST

Encana oil & Gas

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Simultaneous Dedication
☒ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

- [D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply

- [A] ☐ Working, Royalty or Overriding Royalty Interest Owners
[B] ☒ Offset Operators, Leaseholders or Surface Owner
[C] ☐ Application is One Which Requires Published Legal Notice
[D] ☐ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,
[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Michael H. Feldewert
Print or Type Name

Signature

Title

Date

Attorney
mfeldewert@hollandhart.com
e-mail Address

RECEIVED OOD
2013 MAR 28 P 4:02



March 28, 2013

VIA HAND DELIVERY

Jami Bailey
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

RECEIVED OGD
2013 MAR 28 P 4:02

Re: Application of Encana Oil & Gas (USA) Inc. for administrative approval of an unorthodox well location for its Meadows I08-3014 1H well in the Basin Mancos Gas Pool in the S/2 of Section 8, Township 30 North, Range 14 West, N.M.P.M., San Juan County, New Mexico

Dear Ms. Bailey:

Encana Oil & Gas (USA) Inc. (OGRID No. 282327) hereby seeks administrative approval pursuant to the provisions of Division Rule 19.15.15.13 NMAC for an unorthodox well location for its Meadows I08-3014 1H well located in the S/2 of Section 8, Township 30 North, Range 14 West, N.M.P.M., San Juan County, New Mexico. This well has been drilled and was initially permitted by Division first as an oil well in the Greek Gallup pool, and then as a wildcat well in the Gallup oil well. *See Exhibit A* (C-102s filed 11/3/11 and 3/12/12). Encana has now been informed by the Division's district office that under Order R-12984, this well is in the Basin Mancos Gas Pool governed by Special Rules requiring 320-acre spacing units and wells to be located no closer than 660 feet to the outer boundary of the spacing unit. Since the bottom-hole for this existing well is located only 356 feet from the West line of Section 8, Encana requires an exception to Rule 2.C(1) of the Special Rules for the Basin Mancos Gas Pool before it can re-dedicate the S/2 of Section 8 to this horizontal well.

Exhibit B is the Amended Form C-102 for this well that Encana intends to file with the Division. It reflects that the location of this existing well complies with the location requirements of the Basin Mancos Gas Pool except for the bottom-hole location, which encroaches on the offsetting spacing unit in Section 7.

Exhibit C is a plat showing the leases in Sections 7 and 8. It reflects that Encana and Dugan Production Corporation are the lessees for Federal Lease NM 16765 and the offsetting fee leases in Section 7.

HOLLAND & HART^{LLP}



Exhibit D is a list of the mineral owners in the fee leases located in Section 7. Each of these mineral owners, as well as the BLM, have been provided notice of this application and informed that if they object to this application, a written objection must be filed with the Division within twenty days of the date of this application.

Approval of this unorthodox well location is necessary to comply with the Division's requirement that this well be permitted in the Basin Mancos Gas Pool and to allow for the most efficient horizontal well development pattern in the S/2 of Section 8. Your attention to this application is greatly appreciated.

Sincerely,

Michael H. Feldewert

ATTORNEY FOR ENCANA OIL & GAS (USA) INC.

Enclosures

RECEIVED

Form 3160-3
(August 2007)

NOV 03 2011

FORM APPROVED
OMB No. 1004-0137
Expires July 31, 2010UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFarmington Field
Bureau of Land ManagementC514 Lease Serial No.
NM 16507 and NM-76870

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		6. If Indian, Allottee or Tribe Name	
1b. Type of Well: <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other <input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		7. If Unit or CA Agreement, Name and No.	
2. Name of Operator Encana Oil & Gas (USA) Inc.		8. Lease Name and Well No. Meadows 108-2314 01H	
3a. Address 370 17th Street, Suite 1700 Denver, CO 80202		9. API Well No. 30-045-35320	
3b. Phone No. (include area code) 720-876-3989		10. Field and Pool, or Exploratory Wildcat (Gallup) Creek Gallat	
4. Location of Well (Report location clearly and in accordance with any State requirements *) At surface 1599' FSL and 292' FEL Section 8 T30N, R14W I At proposed prod. zone 1599' FSL and 330' FWL Section 8, T30N, R14W L		11. Sec., T. R. M. or Blk. and Survey or Area Section 8, T30N, R14W NMPM	
14. Distance in miles and direction from nearest town or post office* +/- 15.1 miles northwest of Farmington, NM		12. County or Parish San Juan	13. State NM
15. Distance from proposed* location to nearest property or lease line, ft (Also to nearest drig. unit line, if any) BHL is 330' from west lease line	16. No. of acres in lease NM 16057 800 acres NM-76870 320 acres	17. Spacing Unit dedicated to this well 320 acres 160 S/2 N/2 S2 Section 8 T30N, R14W	
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. Poles Paradise 1 is 149' south of wellbore	19. Proposed Depth 6086' TVD/ 9519' MD	20. BLM/BIA Bond No. on file 60-4401 CO2000235 NW300	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5540' GL, 5554' KB	22. Approximate date work will start* 02/01/2012	23. Estimated duration 45 days RCVD MAR 13 '12	

24. Attachments

OIL CONS. DIV.
DIST. 3

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

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

25. Signature <i>Brenda R Linster</i>	Name (Printed/Typed) Brenda R. Linster	Date 11/01/11
Title Regulatory Advisor		

Approved by (Signature) <i>[Signature]</i>	Name (Printed/Typed) AFM	Date 3/5/12
Title FEO		

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

CONFIDENTIAL

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

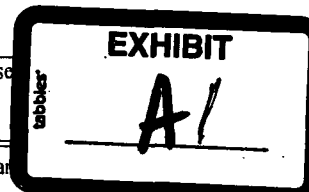
DRILLING OPERATIONS AUTHORIZED ARE SUBJECT TO COMPLIANCE WITH ATTACHED "GENERAL REQUIREMENTS".

Hold C104
for Directional Survey
and "As Drilled" plat

NMOCD

Hold C104
for Directional Survey
and "As Drilled" plat
C102 collected Acked NSL
BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

*(Instructions on page 2)

Review of follow
19.15.16.10.02

NOTIFY AZTEC OCD 24 HRS.
PRIOR TO CASING & CEMENT

Hold C104
for Directional Survey

RECEIVED

NOV 03 2011

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

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

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

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

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 1, 2011
Bureau of Land Management
Submit one copy to
Appropriate District Office

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

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-35320	*Pool Code 96219	*Pool Name Greek WILDCAT 30N14W01E GALLUP (O)
*Property Code 39121	*Property Name MEADOWS I08-3014	*Well Number 01H
*OGRIID No. 282327	*Operator Name ENCANA OIL & GAS (USA) INC.	*Elevation 5544'

10 Surface Location

UL or lot no.	Section	Township	Range	Lot 1st	Feet from the	North/South line	Feet from the	East/West line	County
I	8	30N	14W		1599	SOUTH	292	EAST	SAN JUAN

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot 1st	Feet from the	North/South line	Feet from the	East/West line	County
L	8	30N	14W		1599	SOUTH	330	WEST	SAN JUAN

*Dedicated Acres 160	*Acres - (S/2)/N2 320	*Joint or Infill	*Consolidation Code	*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

<p>15 589°38'07"E 2646.94' (MEASURED) N89°56'E 2650.56' (RECORD)</p> <p>50°17'21"W 2634.39' (MEASURED) 50°01'W 2640.00' (RECORD)</p> <p>50°15'46"W 2631.26' (MEASURED) 50°01'W 2640.00' (RECORD)</p> <p>50°15'55"W 2630.17' (MEASURED) 50°01'W 2640.00' (RECORD)</p> <p>50°15'46"W 2631.26' (MEASURED) 50°01'W 2640.00' (RECORD)</p> <p>50°15'55"W 2630.17' (MEASURED) 50°01'W 2640.00' (RECORD)</p>	<p>N89°55'57"E 2631.64' (MEASURED) N89°56'E 2650.56' (RECORD)</p> <p>BOTTOM-HOLE LAT: 36.82568°N LONG: 108.33983°W DATUM: NAD1927</p> <p>SURFACE LOCATION LAT: 36.82573°N LONG: 108.32392°W DATUM: NAD1927</p> <p>LAT: 36.82568°N LONG: 108.34046°W DATUM: NAD1983</p> <p>LAT: 36.82573°N LONG: 108.32455°W DATUM: NAD1983</p> <p>8</p> <p>Gallup Penetration Point 1549' FSL 400' FEL</p> <p>330'</p> <p>292'</p> <p>N89°54.1'W 4658.4'</p> <p>N89°47'E 2648.25' (RECORD) S89°54'03"E 2640.28' (MEASURED)</p> <p>N89°47'E 2648.25' (RECORD) S89°54'38"E 2640.12' (MEASURED)</p>	<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the Division.</p> <p>Signature: <i>Brenda R. Linster</i> Date: <i>10/11/11</i></p> <p>Printed Name: Brenda R. Linster</p> <p>E-mail Address: brenda.linster@encana.com</p> <p>18 SURVEYOR CERTIFICATION</p> <p>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</p> <p>Survey Date: OCTOBER 21, 2011</p> <p>Signature and Seal of Professional Surveyor</p> <p>JASON C. EDWARDS NEW MEXICO REGISTERED PROFESSIONAL SURVEYOR 15269</p> <p>JASON C. EDWARDS Certificate Number 15269</p>
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SHEET A
CONFIDENTIAL

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

RECEIVED

MAR 12 2012

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.

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		7. If Unit of CA/Agreement, Name and/or No.
2. Name of Operator Encana Oil & Gas (USA) Inc.		8. Well Name and No. Meadows 108-3014 01H
3a. Address 370 17th Street, Suite 1700 Denver, CO 80202	3b. Phone No. (include area code) 720-876-3989	9. API Well No. 30-045-35320
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) SHL: 1599' FSL and 292' FEL Section 8, T30N, R14W BHL: 1599' FSL and 330' FWL Section 8, T30N, R14W		10. Field and Pool or Exploratory Area Wildcat (Gallup)
		11. Country or Parish, State San Juan, New Mexico

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 type="checkbox"/> Other _____
	<input checked="" 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 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) would like to amend the spacing unit dedicated to the Meadows 108-3014 01H oil well from 320 acres to 160 acres. This change is due to revised New Mexico Oil and Gas Regulations that became effective on February 15, 2012 that limit project areas to contiguous spacing units penetrated by the well bore.

As a result of the project area dedication, Encana has revised the well bore to satisfy setback requirements. Revising the well bore results in the following changes:

* Plug A of the vertical hole needs to be expanded to 100' above the Graneros formation top *
Proposed Wellbore TD is 5111' TVD/9585' MD (original approval was 5108' TVD/9519' MD)
Proposed KOP is 4490' TVD/MD (original approval was 4571' TVD/MD)
Proposed lateral is 4101' (original approval was 4043')
Proposed Gallup Penetration Point is 321' FEL (original approval was 400' FEL) and proposed top of completed interval is 623' FEL.

A revised C-102, 10-Point Drilling Plan, Wellbore Schematic, and Directional Plans are attached.

CONDITIONS OF APPROVAL

Adhere to previously issued stipulations

EXHIBIT

A 2

BLM'S APPROVAL OR ACCEPTANCE OF THIS ACTION DOES NOT RELIEVE THE LESSEE AND OPERATOR FROM OBTAINING ANY OTHER AUTHORIZATION REQUIRED FOR OPERATIONS ON FEDERAL AND INDIAN LANDS

14 I hereby certify that the foregoing is true and correct

Name (Printed/Typed)

Brenda R. Linster

Title Regulatory Advisor

RCVD APR 11 '12

OIL CONS. DIV.

Signature

Brenda R. Linster

Date

03.08.12

DIST. 3

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Shea C. Valdez

Title

PE

Date

4/2/12

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

FFO

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

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

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

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

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

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 1, 2011

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

RECEIVED
Submit one copy to
Appropriate District Office

AMENDED REPORT
MAR 12 2012

Farmington Field Office
Bureau of Land Management

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number		*Pool Code		*Pool Name WILDCAT 30N14WBI; GALLUP (O)	
*Property Code		*Property Name MEADOWS I08-3014			*Well Number 01H
*OGRID No. 282327		*Operator Name ENCANA OIL & GAS (USA) INC.			*Elevation 5544'

¹⁰ Surface Location

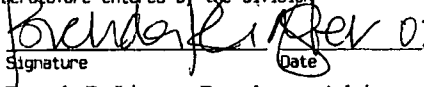
UL or lot no	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
I	8	30N	14W		1599	SOUTH	292	EAST	SAN JUAN

¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	8	30N	14W		1790	SOUTH	339	WEST	SAN JUAN

¹² Dedicated Acres 160.0 Acres (N/2 S/2) Section 8	¹³ Joint or Infill	¹⁴ Consolidation Code	¹⁵ Order No.
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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

¹⁶ S89°38'07"E 2646.94' (MEASURED) N89°56'E 2650.56' (RECORD)	N89°55'57"E 2631.64' (MEASURED) N89°56'E 2650.56' (RECORD)	¹⁷ OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom-hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.  Signature Brenda R. Linster, Regulatory Advisor Printed Name brenda.linster@encana.com E-mail Address
END OF LATERAL LAT: 36.82621°N LONG: 108.33980°W DATUM: NAD1927	BEGIN LATERAL LAT: 36.82621°N LONG: 108.32580°W DATUM: NAD1927	SURFACE LOCATION LAT: 36.82573°N LONG: 108.32392°W DATUM: NAD1927
LAT: 36.82621°N LONG: 108.34044°W DATUM: NAD1983	LAT: 36.82621°N LONG: 108.32643°W DATUM: NAD1983	LAT: 36.82573°N LONG: 108.32455°W DATUM: NAD1983
8		
Gallup Penetration Point 1641' FSL 321' FEL Start of Completed Interval 1717' FSL 623' FEL		
S89°54'03"E 2640.28' (MEASURED) N89°47'E 2648.25' (RECORD)		
S89°54'38"E 2640.12' (MEASURED) N89°47'E 2648.25' (RECORD)		

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Phone: (505) 476-3460 Fax: (505) 476-3462

State of New Mexico
Energy, Minerals & Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to
Appropriate District Office

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

☒ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

*API Number 30-045-35320	*Pool Code 97232	*Pool Name BASIN MANCOS
*Property Code 39121	*Property Name MEADOWS I08-3014	*Well Number 01H
*OGRID No. 282327	*Operator Name ENCANA OIL & GAS (USA) INC.	*Elevation 5544'

10 Surface Location

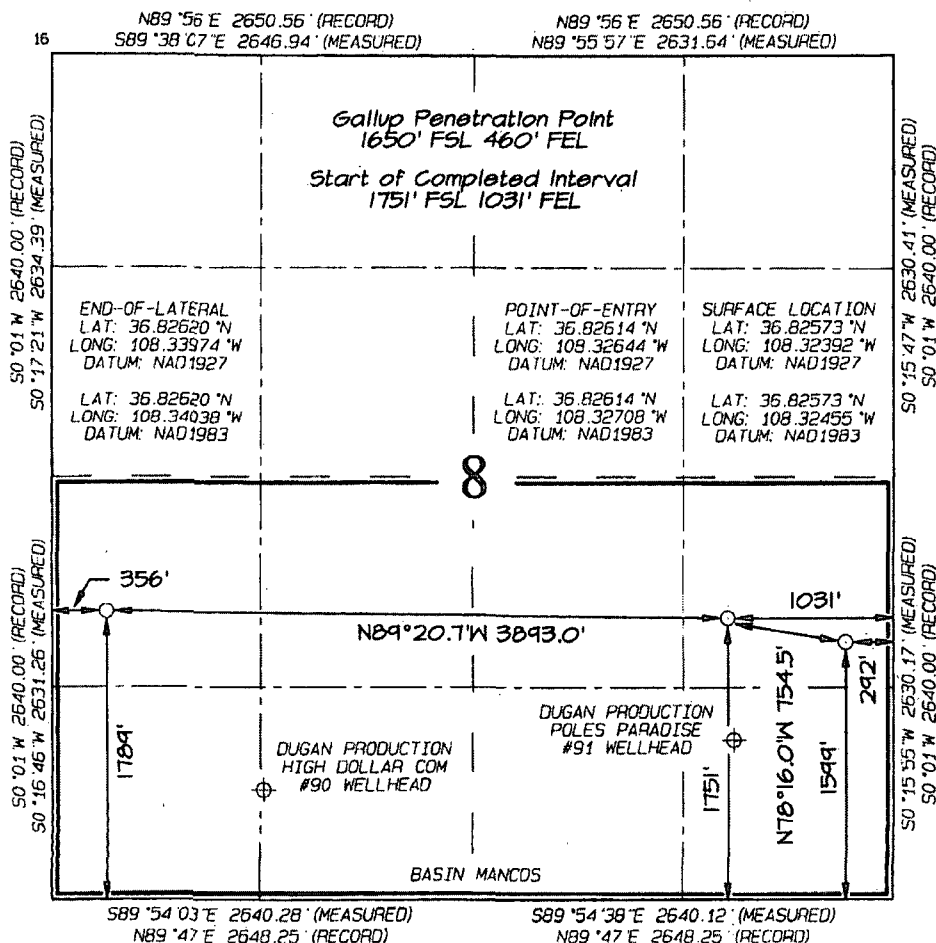
UL or lot no.	Section	Township	Range	Lot 10n	Feet from the	North/South line	Feet from the	East/West line	County
I	8	30N	14W		1599	SOUTH	292	EAST	SAN JUAN

11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot 10n	Feet from the	North/South line	Feet from the	East/West line	County
L	8	30N	14W		1789	SOUTH	356	WEST	SAN JUAN

*Dedicated Acres 320.0 Acres S/2 Section 8	*Joint or Infill	*Consolidation Code	*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



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

Signature: *Brenda R. Linster* Date: 03-12-13
Brenda R. Linster, Regulatory Lead
Printed Name
E-mail Address: brenda.linster@encana.com

18 SURVEYOR CERTIFICATION
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.
Date Revised: FEBRUARY 7, 2013
Survey Date: OCTOBER 21, 2011
Signature and Seal of Professional Surveyor

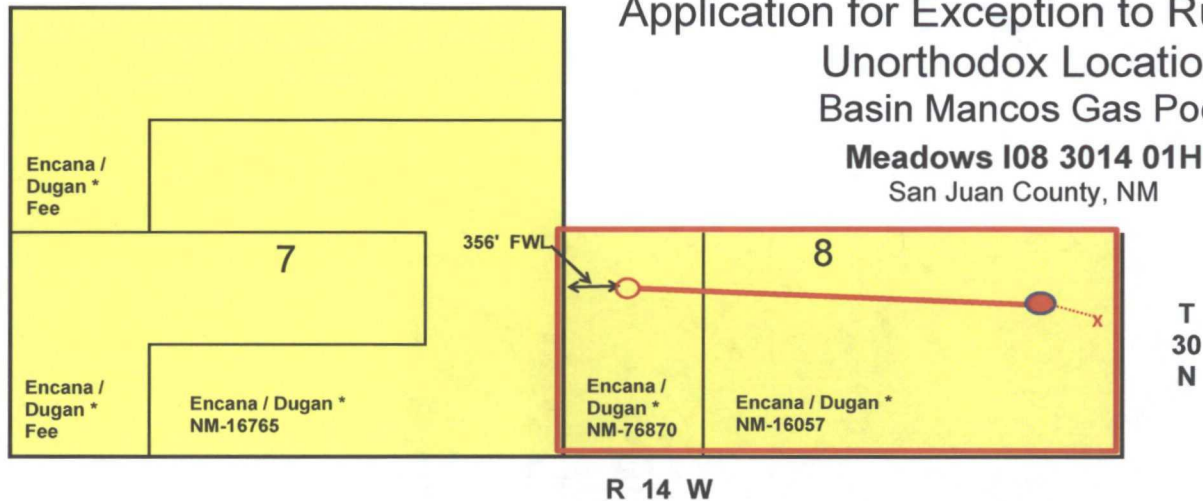
JASON C. EDWARDS
NEW MEXICO
REGISTERED PROFESSIONAL SURVEYOR
15269
JASON C. EDWARDS
Certificate Number 15269

EXHIBIT


B

Exhibit C

Encana Oil & Gas (USA) Inc.
Application for Exception to Rule 2. C. (1)
Unorthodox Location
Basin Mancos Gas Pool
Meadows I08 3014 01H
San Juan County, NM



Encana Leases



Meadows I08 3014 01H

Project Area - T30N-R14W, Section 8 S2

Surface Location 1599' FSL, 292' FEL Section 8, 30N-14W

Gallup Penetration Point 1650' FSL, 460' FEL Section 8, 30N-14W

Completion Interval Start 1751' FNL, 1031' FEL Section 8, 30N-14W

Bottomhole Location 1789' FSL, 356' FWL, Section 8, 30N-14W

* Ownership reflected represents 100% leasehold working interest in the Basin Mancos underlying each tract which is the subject of this Application



EXHIBIT D

**Encana Oil & Gas (USA) Inc. NSL Application
Meadows I08-3014 1H well**

Dugan Production Corp.
709 East Murray Drive
Farmington, NM 87401-6649

Farmington Field Office
Bureau of Land Management
6251 College Blvd., Suite A
Farmington, New Mexico 87402

MINERAL OWNERS IN SECTION 7 FEE LEASES

Mildred Dewey Trust
c/o Elinor Brown
350 Delaware St.
Sterling, CO 80751

Emery C. & Melba N. Arnold
c/o Annette Randelmon
2017 Sierra Ave.
Aztec, New Mexico 87410

Twila Goodding Trust
1009 Crestview Cr.
Farmington, New Mexico 87401

Alfred R. Kilby
106 Athens Blvd.,
Madison, AL 35758

Mildred C. & Jim Maitlen
Post Office Box 365
Waterflow, New Mexico 87421

Dana Landreth
Box 328
Mancos, Colorado 81328

Annetta Lehigh
3434 S. Pierce St.
Lakewood, Colorado 80027

James C. & Pansey I. Sheek
11019 County Road 44
Mancos, Colorado 81328

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Mollie Frances Smouse
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Fruitland, New Mexico 87416

Owen L. McKinney
1444 Camino de los Ranchos La. W.
Rueblo, CO 81007

Samuel T. & Fran Smouse
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Fruitland, New Mexico 87416

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Cortez, CO 81321

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Bucyrus, OH 44820

Louis E. Norton
1420 County Road 526
Bayfield, CO 81122

Sarah M. Pierce
2112 Eastlawn Ave.
Durango, Colorado 81301

Bailey T. Strain
7351 Miller Ave.
Gilroy, CA 95020

Revae M. Wells
46 Calle Esperanza
Tieras, New Mexico 87059

Nancy D. Pitters
2303 Chadwick Cir
Boynton Beach, Florida 33436



March 28, 2013

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

TO AFFECTED PARTIES

Re: Application of Encana Oil & Gas (USA) Inc. for administrative approval of an unorthodox well location for its Meadows I08-3014 1H well in the Basin Mancos Gas Pool in the S/2 of Section 8, Township 30 North, Range 14 West, N.M.P.M., San Juan County, New Mexico

Ladies and Gentlemen:

Enclosed is a copy of the above-referenced application which was filed with the New Mexico Oil Conservation Division on this date. Any objection to this application must be filed in writing within twenty days from this date with the applicant and the New Mexico Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, New Mexico, 87505. If no objection is received within this twenty-day period, this application may be approved administratively by the Division.

If you have any questions about this application, please contact the following:

Mona L. Binion
Encana Oil & Gas (USA) Inc.
370 17th Street, Suite 1700
Denver, Colorado 80202
(720) 876-5325
mona.binion@encana.com

Sincerely,

Michael H. Feldewert
ATTORNEY FOR ENCANA OIL & GAS (USA) INC.