BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

| IN THE MATTER OF THE APPLICATION OF ENCANA |) | CAUSE NO. 191 |
|--|----|-----------------------|
| OIL & GAS (USA), INC. FOR AN ORDER TO |) | |
| ESTABLISH WELL LOCATION RULES FOR |) | DOCKET NO. 1307-EX-02 |
| SECTIONS 17 AND 20, TOWNSHIP 7 SOUTH, |) | |
| RANGE 92 WEST, 6TH P.M., FOR THE WILLIAMS |) | |
| FORK AND ILES FORMATIONS OF THE |) | |
| MESAVERDE GROUP, MAMM CREEK FIELD, | j. | |
| GARFIELD COUNTY, COLORADO | ý | |

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Rule 318.d.(3) of the Rules and Regulations of the Oil and Gas Conservation Commission provides that in a unit operation, approved by federal or state authorities, Rule 318 shall not apply except that no well in excess of two thousand five hundred (2,500) feet in depth shall be located less than 600 feet from the exterior or interior boundary of the unit area and no well less than 2,500 feet in depth below the surface shall be located less than 200 feet from the exterior or interior (if there be one) boundary of the unit area unless otherwise authorized by the order of the Commission after proper notice to owners outside the unit area. Sections 17 and 20, Township 7 South, Range 92 West, 6th P.M. are subject to Rule 318.d.(3) for the Williams Fork and Iles Formations of the Mesaverde Group.

Encana Oil & Gas (USA), Inc. ("Encana" or "Applicant"), is the operator of the Hunter Mesa Unit approved on November 30, 1993 by the Bureau of Land Management ("BLM").

On May 30, 2013, Encana, by its attorneys, filed with the Commission pursuant to §34-60-116 C.R.S., a verified application ("Application") for an order to establish setback rules applicable to the drilling and producing of wells from the Hunter Mesa Unit in the Williams Fork and Iles Formations of the Mesaverde Group for the below-described lands ("Application Lands"), with all wells drilled under this Application to be located downhole no closer than 100 feet from the boundaries of the exterior or interior (if applicable) of the uncommitted tract boundary, unless such boundary abuts or corners lands of which the Commission has not at the time of drilling permit application granted the right to drill 10-acre density Williams Fork and/or lles Formation wells, in which event the wells shall be located downhole no closer than 200 feet from the exterior or interior (as applicable) unit boundary, without exception being granted by the Director:

Township 7 South, Range 92 West, 6th P.M.

Section 17: All Section 20: All

NOTICE IS HEREBY GIVEN, pursuant to: 1) the general jurisdiction granted to the Oil and Gas Conservation Commission of the State of Colorado under §34-60-105 C.R.S.; 2) specific powers granted pursuant to §34-60-106 C.R.S.; 3) the State Administrative Procedures Act at §24-4-105 C.R.S.; and 4) the Commission's Series 500 Rules at 2 CCR 404-1, that the Commission has scheduled the above-entitled matter for hearing on:

Date:

Monday, July 29, 2013

Tuesday, July 30, 2013

Time:

9:00 a.m.

Place:

Colorado Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801 Denver, Colorado 80203

In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Margaret Humecki at (303) 894-2100 ext. 5139, prior to the hearing and arrangements will be made.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such orders as it deems appropriate to protect the health, safety and welfare of the public and to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

In accordance with Rule 509., any interested party desiring to protest the granting of the application or to intervene on the application should file with the Commission a written protest or intervention no later than July 15, 2013, briefly stating the basis of the protest or intervention. Such interested party shall, at the same time, serve a copy of the protest or intervention to the person filing the application. (cogcc.hearings_unit@state.co.us), one original and two copies shall be filed with the Commission. Anyone who files a protest or intervention must be able to participate in a prehearing conference during the week of July 15, 2013. Pursuant to Rule 503.g., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the abovereferenced matter, that party must file a protest or intervention in accordance with these rules. In accordance with the practices of the Commission, should no protests or interventions be filed in this matter by July 15, 2013, the Applicant may request that an administrative hearing be scheduled beginning July 15, 2013. In the alternative, pursuant to Rule 511., if the matter is uncontested, the applicant may request, and the Director may recommend approval on the basis of the merits of the verified application and the supporting exhibits.

OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

By

Robert J. Frick, Secretary

Dated: July 1, 2013

Colorado Oil and Gas Conservation Commission 1120 Lincoln Street, Suite 801

Denver, Colorado 80203

Website: http://cogcc.state.co.us

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