

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0136
Expires July 31, 2010

APPLICATION FOR PERMIT TO DRILL OR REENTER

| | | | | | |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|---------------------------------------------------------------------------|--|---------------------------------------------------------|--|
| 1a. Type of Work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER | | CONFIDENTIAL | | 5. Lease Serial No. COC64814 | |
| 1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input checked="" type="checkbox"/> Multiple Zone | | | | 6. If Indian, Allottee or Tribe Name | |
| 2. Name of Operator ENCANA OIL & GAS (USA) INC | | Contact: JULIA CARTER E-Mail: Julia.Carter@encana.com | | 7. If Unit or CA Agreement, Name and No. STORY GULCH | |
| 3a. Address 370 17TH STREET SUITE 1700 DENVER, CO 80202 | | 3b. Phone No. (include area code) Ph: 720-876-5240 Fx: 720-876-6240 | | 8. Lease Name and Well No. SG 8514C-22 N22496 | |
| 4. Location of Well (Report location clearly and in accordance with any State requirements. *) At surface SESW 1157FSL 1940FWL 39.683739 N Lat, 108.157247 W Lon At proposed prod. zone SESW 897FSL 1350FWL 39.683022 N Lat, 108.159342 W Lon | | 9. API Well No. | | 10. Field and Pool, or Exploratory WILDCAT | |
| 14. Distance in miles and direction from nearest town or post office* 27.1 MILES | | 12. County or Parish GARFIELD | | 13. State CO | |
| 15. Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) 1350' | | 16. No. of Acres in Lease 2425.00 | | 17. Spacing Unit dedicated to this well | |
| 18. Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft. 201' | | 19. Proposed Depth 12500 MD 12472 TVD | | 20. BLM/BIA Bond No. on file | |
| 21. Elevations (Show whether DF, KB, RT, GL, etc.) 7585 GL | | 22. Approximate date work will start 02/01/2012 | | 23. Estimated duration | |

24. Attachments

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

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|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------|
| 1. Well plat certified by a registered surveyor. | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan. | 5. Operator certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

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|------------------------------------------|-------------------------------------------------------|--------------------|
| 25. Signature (Electronic Submission) | Name (Printed/Typed) JULIA CARTER Ph: 720-876-5240 | Date 07/25/2011 |
| Title REGULATORY ANALYST | | |
| Approved by (Signature) | Name (Printed/Typed) | Date |
| Title | Office | |

Application approval does not warrant or certify 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.

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.

Additional Operator Remarks (see next page)

Electronic Submission #113577 verified by the BLM Well Information System
For ENCANA OIL & GAS (USA) INC, sent to the Meeker

** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED **

Additional Operator Remarks:

Please find the following attachments:

- 1.) Plat
- 2.) Directional Drilling Plan
- 3.) 8 Point Drilling Plan
- 4.) Location Pictures
- 5.) Construction Layout Drawings Part 1 and Part 2
- 6.) Access Road Maps and Directions
- 7.) Topos C and D
- 8.) Surface Use Plan of Operations (SUPO)