



MAILED CERTIFIED - RETURN RECEIPT REQUESTED #7009 2820 0001 5409 2708

December 3, 2012

Colorado State Board of Land Commissioners
1127 Sherman Street, Ste. 300
Denver, CO 80203-2206

Re: Notice of Operations – State 23-16 Well
Township 3 North, Range 68 West
Section 16: SE/4NW/4
Weld County, Colorado

Ladies and Gentlemen:

In accordance with the requirements of Rule 305.e.(1).B of the Colorado Oil and Gas Conservation Commission (“COGCC”), this letter serves as advanced notice by EnCana Oil & Gas (USA) Inc. (“EnCana”) of its intention to conduct drilling operations on the captioned well located on your property. EnCana’s operations are estimated to begin in the first quarter of 2013 pending receipt of required permits, approval of title and drilling rig availability.

Pursuant to Rule 306.a, EnCana’s representative, Jack Croom, will be contacting you within the next several days to schedule a consultation to discuss the location of the wellsite, access roads, production facilities and other related matters (please see the enclosed aerial plat), however the well location may be staked prior to a consultation. Enclosed for your review is an informational copy of COGCC’s notification, consultation and reclamation rules regarding oil and gas operations.

The COGCC regulations provide that the surface owner may designate a representative for surface consultation. Enclosed is an owner response form and we ask that you indicate your preference with regard to the consultation requirement and return the form in the self-addressed stamped envelope provided for your convenience.

Also enclosed for your review is a copy of a policy recently adopted by the COGCC addressing on-site inspection requests including a form for requesting such an inspection.

As the surface owner, it is your responsibility to notify any affected tenant farmer, lessee or other party that may own or have an interest in any crops or surface improvements that could be affected by these proposed operations.

Encana Oil & Gas (USA) Inc.
370 17th Street, Suite 1700
Denver, Colorado USA 80202
t 303.623.2300
www.encana.com

Should you have concerns regarding the surface location, please feel free to contact the undersigned at 720.876.3639.

Very truly yours,

Jack Croom

EnCana Oil & Gas (USA) Inc.
Jack Croom, CPL
Land Negotiator

Enc. Aerial Plat
Postage-paid envelope
COGCC Rule Pamphlet
COGCC On-site inspection policy

OWNER RESPONSE LETTER
(Rule 306 Consultation Requirement)

State 23-16 Well
Township 3 North, Range 68 West
Section 16: SE/4NW/4
Weld County, Colorado

To be Completed by the Surface Owner:

The surface owner and/or assigned representative, desires an on-site consultation with an EnCana Representative with respect to the proposed drilling of the referenced well.

Yes No

Signed: _____

Print Name: _____

Phone: _____

Signed and dated this ___ day of _____, 20__.

Designated Representative or Agent (optional)

Name: _____

Address: _____

Phone: _____