



November 13, 2012

Cannon Land Company
Attn: Brown Cannon
3575 Cherry Creek North Dr.
Denver, CO 80209

Re: Notice of Operations – lone 1A, 1B, 1C, 1D, 1E & 1F, 1G-10H
Township 2 North, Range 66 West
Section 2: NE/4NE/4
Weld County, Colorado

Ladies and Gentlemen:

In accordance with the requirements of Rules 305.e.(1).A. and 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 fourth quarter of 2012 pending receipt of required permits, approval of title and drilling rig availability.

Encana's representative, Ryan Bevans, 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.

Encana Oil & Gas (USA) Inc.
Republic Plaza
370 – 17 Street, Suite 1700
Denver, Colorado
United States 80202
t 303.623.2300
f 303.623.2400
www.encana.com

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.

Should you have concerns regarding the surface location, please feel free to contact Ryan Bevans at 303-774-3986 or the undersigned at 720-876-3696.

Very truly yours,

ENCANA OIL & GAS (USA) INC.

A handwritten signature in black ink, appearing to read "Cynthia Owens". The signature is fluid and cursive, with the first name "Cynthia" being more prominent than the last name "Owens".

Cynthia Owens, CPL
Land Negotiator

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

OWNER RESPONSE LETTER
(Rule 306 Consultation Requirement)

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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: _____

