



July 16, 2013

Colorado Oil & Gas Conservation Commission
The Chancery Building
1120 Lincoln Street, Suite 801
Denver, CO 80203

Attn: Mr. Matt Lepore, Director

RE: Kugel 1G-18H-H267
Township 18, Range 2N, 6th P.M.
Section 18: 2183" FNL; 479" FEL (Surface Hole Location)
Section 7: 460" FNL; 300" FEL (Bottom Hole Location)
Weld County

Mr. Lepore,

Encana Oil & Gas (USA) Inc. ("Encana") is planning to drill the captioned boundary well in accordance with the provisions of COGCC Rule 318A.e.

Proposed spacing unit configuration: T2N R67W Sec. 7: E/2E/2, Sec. 8: W/2W/2, Sec. 17: W/2NW/4, Sec. 18: E/2NE/4
Formation(s): Codell
Spacing unit acreage: 480

Encana is not the only owner within the proposed spacing unit, and as such provided notice to the remaining owner(s) within said proposed spacing unit as required under COGCC Rule 318A.e(6). The required thirty (30) day notice period has elapsed absent the receipt by Encana of an objection to said proposal by the owner(s) within the proposed spacing unit for this well.

Enclosed is a copy of the map illustrating the proposed wellbore spacing unit to assist you in your review and approval of Encana's proposed APD for the captioned well.

Thank you for your time and attention to this matter. Encana respectfully requests that the COGCC review the enclosed information and approve the Application for Permit to Drill the captioned well.

Sincerely,

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

Erin Hochstetler
Permitting Technician

Kugel 1G-18H-H267 Spacing Unit

Red Outline = Proposed 480 acre Codell spacing unit

T2N R67W, 6th P.M. Section 7: E/2E/2, Section 8: W/2W/2, Section 17: W/2NW/4, Section 18: E/2NE/4
Weld County, Colorado

Surface Hole Location: T2N R67W, 6th P.M. Section 18: SE/4NE/4 2183' FNL and 479' FEL

Bottom Hole Location: T2N R67W, 6th P.M. Section 7: NE/4NE/4 460' FNL and 300' FEL

