

October 16, 2013

Ruth M. Martin  
8592 County Road 24  
Fort Lupton, CO 80621



Re: Twinning Location Exception – Rule 318A.c.(2)

**Well Name and Surface Location**

Sprague 3A-9H-N267: 521' From South Line and 1677' From West Line  
Sprague 3B-9H-N267: 521' From South Line and 1687' From West Line  
Sprague 3C-9H-N267: 521' From South Line and 1697' From West Line  
Sprague 3D-9H-N267: 521' From South Line and 1707' From West Line  
Sprague 3E-9H-N267: 521' From South Line and 1717' From West Line  
Sprague 3F-9H-N267: 521' From South Line and 1727' From West Line  
Sprague 3G-9H-N267: 521' From South Line and 1737' From West Line  
Sprague 3H-9H-N267: 521' From South Line and 1747' From West Line  
Sprague 3I-9H-N267: 521' From South Line and 1757' From West Line  
Sprague 3J-9H-N267: 521' From South Line and 1767' From West Line  
Section 9, T 2 N, R 67 W, of the 6<sup>th</sup> P.M., Weld County, Colorado

Dear Mrs. Martin:

Encana Oil & Gas (USA) Inc. ("Encana") staked the above mentioned wells at surface locations as identified above (see attached Well Location Certificate). These wells are being drilled under the rules and regulations of the Colorado Oil and Gas Conservation Commission's ("COGCC") Rule 318A known as the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule. Rule 318A.c.(1) states:

"A new surface well location shall be approved in accordance with Commission rules when it is less than fifty (50) feet from an existing surface well location."

Rule 318A.c.(2) states:

"When the operator is requesting a surface well location greater than fifty (50) feet from a well (unless safety or mechanical considerations of the well to be twinned or topographical or surface constraints justify a location greater than fifty (50) feet), the operator shall provide a consent to the exception signed by the surface owner on which the well is proposed to be located in order for the Director to approve the well location administratively.

The wells were staked at locations approximately 193'- 282' northwest of the existing Sprague 24-9 well. As these locations were staked with your consent and approval, Encana respectfully requests your consent to exception locations for the Sprague 3A-9H-N267, Sprague 3B-9H-N267, Sprague 3C-9H-N267, Sprague 3D-9H-N267, Sprague 3E-9H-N267, Sprague 3F-9H-N267, Sprague 3G-9H-N267, Sprague 3H-9H-N267, Sprague 3I-9H-N267, and Sprague 3J-9H-N267 wells by waiver of the COGCC Rule 318A.c.(2).

If this meets with your approval, please sign and date both originals of the letter, keeping one for your files and returning one to the undersigned. Thank you for your time and consideration in this matter. If you have any questions or comments, please contact the undersigned at (720) 369-0432.

Respectfully,  
Encana Oil & Gas (USA) Inc.

A handwritten signature in blue ink, appearing to read "Bob Bresnahan".

Bob Bresnahan  
Land Negotiator

**Encana Oil & Gas (USA) Inc.**  
3601 Stagecoach Road  
Longmont, Colorado USA 80504  
Cell: 720-369-0432  
Bob.Bresnahan@encana.com  
[www.encana.com](http://www.encana.com)

Ruth M. Martin  
Sprague 3A-9H-N267  
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Sprague 3H-9H-N267  
Sprague 3I-9H-N267  
Sprague 3J-9H-N267  
October 16, 2013  
Waiver of Rule 318A.c.(2)  
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THE UNDERSIGNED SURFACE OWNER HEREBY CONSENTS TO THE EXCEPTION LOCATION PER RULE 318A.c.(2) AS IT APPLIES TO THE SURFACE LOCATION OF THE WELLS IDENTIFIED BELOW AND APPROVES THE SURFACE LOCATIONS AS INDICATED FROM SECTION 9, TOWNSHIP 2 NORTH, RANGE 67 WEST, WELD COUNTY, COLORADO.

<u>WELL NAME</u>	<u>SURFACE LOCATION</u>
SPRAGUE 3A-9H-N267	521' FROM SOUTH LINE AND 1677' FROM WEST LINE
SPRAGUE 3B-9H-N267	521' FROM SOUTH LINE AND 1687' FROM WEST LINE
SPRAGUE 3C-9H-N267	521' FROM SOUTH LINE AND 1697' FROM WEST LINE
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SPRAGUE 3H-9H-N267	521' FROM SOUTH LINE AND 1747' FROM WEST LINE
SPRAGUE 3I-9H-N267	521' FROM SOUTH LINE AND 1757' FROM WEST LINE
SPRAGUE 3J-9H-N267	521' FROM SOUTH LINE AND 1767' FROM WEST LINE

OWNER: RUTH M. MARTIN

  
\_\_\_\_\_  
RUTH M. MARTIN

Encl.

October 16, 2013

Ruth M. Martin  
8592 County Road 24  
Fort Lupton, CO 80621



RE: Waiver of Rule 318A.a.(1)

**Well Name and Surface Location**

Sprague 3A-9H-N267: 521' From South Line and 1677' From West Line  
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Section 9, T 2 N, R 67 W, of the 6<sup>th</sup> P.M.  
Weld County, Colorado

Dear Mrs. Martin:

Encana Oil & Gas (USA) Inc. ("Encana") staked the above mentioned wells at surface locations as identified above (see attached Well Location Certificate). These wells are being drilled under the rules and regulations of the Colorado Oil and Gas Conservation Commission's ("COGCC") Rule 318A known as the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule. This rule states that all boundary infill wells be drilled from the same surface locations as previously designated in Rule 318A.a.(1) which reads:

"The Greater Wattenberg Area ("GWA") is defined to include those lands from and including Townships 2 South to 7 North and Ranges 61 West to 69 West, 6<sup>th</sup> P.M. In the GWA, operators may utilize the following described surface drilling locations ("GWA windows") to drill, twin, deepen, or recomplete a well ("GWA well") and to commingle any or all of the Cretaceous Age formations from the base of the Dakota Formation to the surface:

- (1) A square with sides four hundred (400) feet in length, the center of which is the center of any governmental quarter-quarter section ("400' window");

The wells were staked at locations west of the defined 400' window. As these locations were staked with your consent and approval, Encana respectfully requests your consent to exception locations for the Sprague 3A-9H-N267, Sprague 3B-9H-N267, Sprague 3C-9H-N267, Sprague 3D-9H-N267, Sprague 3E-9H-N267, Sprague 3F-9H-N267, Sprague 3G-9H-N267, Sprague 3H-9H-N267, and Sprague 3I-9H-N267 wells by waiver of the COGCC Rule 318A.a.(1).

If this meets with your approval, please sign and date both originals of this letter, keeping one for your files and returning one to the undersigned. Thank you for your time and consideration in this matter. If you have any questions or comments, please call the undersigned at (303) 774-3982.

Respectfully,  
Encana Oil & Gas (USA) Inc.

A handwritten signature in blue ink, appearing to read "Bob Bresnahan".

Bob Bresnahan  
Field Land Negotiator  
Encana Oil & Gas (USA) Inc.

**Encana Oil & Gas (USA) Inc.**  
3601 Stagecoach Road  
Longmont, Colorado USA 80504  
Cell: 720-369-0432  
Bob.Bresnahan@encana.com  
[www.encana.com](http://www.encana.com)

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Waiver of Rule 318A.a.(1)  
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THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 318A.a.(1) AS IT APPLIES TO THE SURFACE LOCATIONS OF THE WELLS IDENTIFIED BELOW AND APPROVES THE SURFACE LOCATIONS AS INDICATED FROM SECTION 9, TOWNSHIP 2 NORTH, RANGE 67 WEST, WELD COUNTY, COLORADO.

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