



July 1, 2013

Mary Alice Billings  
Trustee, Mary Alice Billings Trust  
2246 Riverside Dr.  
Lyons, CO 80540

RE: Waiver of Rule 318A.c.(2) for the following Wells:  
Woolley-Sosa 2A-7H-E168, Surface Location 2307' FNL, 613' FWL  
Woolley-Sosa 2B-7H-E168, Surface Location 2301' FNL, 618' FWL  
Woolley-Sosa 2C-7H-E168, Surface Location 2307' FNL, 623' FWL  
Woolley-Sosa 2D-7H-E168, Surface Location 2301' FNL, 688' FWL  
Woolley-Sosa 2E-7H-E168, Surface Location 2308' FNL, 628' FWL  
Woolley-Sosa 2F-7H-E168, Surface Location 2301' FNL, 648' FWL  
Woolley-Sosa 2G-7H-E168, Surface Location 2307' FNL, 653' FWL  
Section 7, T1N, R68W  
Weld County, Colorado

Dear Ms. Billings:

Encana Oil & Gas (USA) Inc. ("Encana") staked the above mentioned wells at surface locations as indicated above from the north and west lines of Section 7, Township 1 North, Range 68 West (see attached Well Location Certificates). 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.c.(2) which reads:

"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."

These wells were staked at locations between 235' and 261' southeast of the existing Woolley 12-7 well. As these locations were staked with your consent and approval, Encana respectfully requests your consent to an exception location for the above mentioned wells by waiver of the COGCC Rule 318A.c.(2).

Page 1 of 3

**Encana Oil & Gas (USA) Inc.**  
3601 Stagecoach Road North  
Longmont, Colorado 80504  
mobile 303.656.9260  
office 303.774.3986  
ryan.bevans@encana.com  
www.encana.com

encana

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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 me at (303) 656-9260.

Thank you,

ENCANA OIL & GAS (USA) INC.



Ryan Bevens  
Contract Field Land Negotiator



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THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 318A.c.(2) AS IT APPLIES TO THE SURFACE LOCATION OF THE FOLLOWING WELLS AND APPROVES THE SURFACE LOCATIONS AS INDICATED BELOW FROM SECTION 7, TOWNSHIP 1 NORTH, RANGE 68 WEST, WELD COUNTY, COLORADO:

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Woolley-Sosa 2G-7H-E168, Surface Location 2307' FNL, 653' FWL

THIS WAIVER IS CONDITIONAL UPON THE FUTURE MUTUAL EXECUTION OF A SURFACE USE AGREEMENT.

MARY ALICE BILLINGS  
MARY ALICE BILLINGS TRUST

By Mary Alice Billings  
Mary Alice Billings, individually and as Trustee

Guaranty Bank and Trust Company  
TRUSTEE  
BY Steve Melton  
SR. VICE PRESIDENT & SR. TRUST OFFICER

Encl.