



July 29, 2014

Mr. Matt Lepore
Colorado Oil & Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, CO 80203

Re: Request for Exception to Rule 318A.n
Morgan Hills 1A-7H-A168
NENE Sec.7 T1N-R68W
Weld County, CO

Dear Mr. Lepore:

Please let this letter serve as a request for administrative approval of an exception location to Rule 318A.n. The proposed wellbore path for the Morgan Hills 1A-7H-A168 well is planned to be less than 150', as required by Rule 318A.n, from the following existing well:

Thomas 33-7: SESW Sec. 7 T1N-R68W, API # 05-123-25964

The operator of the well listed above is Encana Oil & Gas (USA) Inc., therefore no waiver is required.

Prior to drilling operations, Encana Oil & Gas (USA) Inc. will perform an anti-collision scan of existing offset wells that have the potential of being within close proximity of the proposed well. This anti-collision scan will include definitive MWD or gyro surveys of the offset wells with included error of uncertainty per survey instrument, and compared against the proposed well path with its respective error of uncertainty. If current surveys do not exist for the offset wells, Encana Oil & Gas (USA) Inc. may have gyro surveys conducted to verify bottom-hole locations. The proposed well will only be drilled if the anti-collision scan results indicate that there is not a risk for collision, or harm to people or the environment. For the proposed well, upon conclusion of drilling operations, an as-constructed gyro survey will be submitted to COGCC with the Form 5.

Encana Oil & Gas (USA) Inc. respectfully requests that the COGCC approve the Application for Permit to Drill for the captioned well. Thank you for your time and attention to this matter. If you have any questions or comments, please contact me at 720-876-5156.

Sincerely,
ENCANA OIL & GAS (USA) INC.

A handwritten signature in black ink, appearing to read "Bonnie Lamond".

Bonnie Lamond
Regulatory Analyst

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