



COLORADO

Oil & Gas Conservation
Commission

Department of Natural Resources

1120 Lincoln Street, Suite 801
Denver, CO 80203



September 6, 2016

Miracle Pfister
Encana Oil & Gas (USA) Inc.
370 17th St. STE 1700
Denver, CO 80202-5632

RE: Encana Oil & Gas (USA) Inc. ("Encana") (Operator No. 100185)
Docket No. 160300088
COGCC NOAV No. 200430725
McPeek 4-8-10 Well (API No. 05-123-36822)

Dear Ms. Pfister:

On April 30, 2015, Commission Staff issued a Notice of Alleged Violation (the "NOAV") (No. 200430725) to Encana citing violations of the COGCC Rules of Practice and Procedure, 2 CCR 404-1 ("Rule" or "Rules") 301 (Records, Reports, and Notices-General), 317.e (Casing and cement program), 317.i (Surface and intermediate casing cementing), and of Section 34-60-121 C.R.S. (Violation of Permit Condition) at the McPeek 4-8-10 well (API No. 05-123-36822) (the "Well") in Weld County.

At the time the NOAV was issued, Encana had submitted a Cement Bond Log ("First CLB") and other information which indicated that Encana had failed to execute the casing and cementing program in accordance approved permit requirements, and also failed to pump cement behind the intermediate casing to the appropriate depth in the Sussex formation.

Staff contacted Encana to discuss the cementing issues in the Well and requested Encana send all current information regarding the cementing program at the Well. In response, Encana again send the First CBL. Based on the information submitted by Encana, Staff believed Encana had committed violations of COGCC Rules and permit conditions and issued the NOAV.

Upon subsequent investigation and communication with Encana, it was determined that Encana had recognized and corrected the cementing issue prior to issuance of the NOAV. It was also determined that Encana mistakenly sent the First CBL in response to Staff's inquiries when, in fact, Encana was in possession of a second cement bond log, which showed that the violations at issue did not exist at the time the NOAV was issued.



Based on these facts, Staff has decided to rescind the NOAV pursuant to Rule 522.f. No further action is required by Encana with regard to the NOAV. Staff has updated the COGCC database and uploaded this letter in the public records.

Please contact me with any questions.

Sincerely,



Peter Gowen
Enforcement Supervisor
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