

FORM
2

Rev
12/05

State of Colorado
Oil and Gas Conservation Commission

1120 Lincoln Street, Suite 801, Denver, Colorado 80205 Phone: (303) 894-2100 Fax: (303) 894-2109



DE ET OE ES

APPLICATION FOR PERMIT TO:

1. Drill, Deepen, Re-enter, Recomplete and Operate

2. TYPE OF WELL

OIL GAS COALBED OTHER _____
SINGLE ZONE MULTIPLE ZONE COMMINGLE ZONE

Refiling
Sidetrack

Document Number:
2094001
Plugging Bond Surety
20050043

3. Name of Operator: ENCANA OIL & GAS (USA) INC 4. COGCC Operator Number: 100185

5. Address: 370 17TH ST STE 1700
City: DENVER State: CO Zip: 80202-5632

6. Contact Name: NICK G. CURRAN Phone: (720)876-5288 Fax: (720)87-6288
Email: NICK.CURRAN@ENCANA.COM

7. Well Name: DEASON Well Number: 4-2-36

8. Unit Name (if appl): _____ Unit Number: _____

9. Proposed Total Measured Depth: 8256

WELL LOCATION INFORMATION

10. QtrQtr: NENW Sec: 36 Twp: 2n Rng: 69w Meridian: 6
Latitude: 40.100150 Longitude: -105.067290

Footage at Surface: 984 FNL/FSL FNL 1974 FEL/FWL FWL

11. Field Name: wattenberg Field Number: 90750

12. Ground Elevation: 5016 13. County: BOULDER

14. GPS Data:

Date of Measurement: 11/17/2009 PDOP Reading: 2.0 Instrument Operator's Name: CRAIG BURKE

15. If well is Directional Horizontal (highly deviated) **submit deviated drilling plan.**

Footage at Top of Prod Zone: FNL/FSL 1330 FNL 2633 FWL 1330 FNL 2633 FWL
Bottom Hole: FNL/FSL 1330 FNL 2633 FWL
Sec: 36 Twp: 2N Rng: 69W Sec: 36 Twp: 2N Rng: 69W

16. Is location in a high density area? (Rule 603b)? Yes No

17. Distance to the nearest building, public road, above ground utility or railroad: 973 ft

18. Distance to nearest property line: 524 ft 19. Distance to nearest well permitted/completed in the same formation: 784 ft

20. LEASE, SPACING AND POOLING INFORMATION

| Objective Formation(s) | Formation Code | Spacing Order Number(s) | Unit Acreage Assigned to Well | Unit Configuration (N/2, SE/4, etc.) |
|------------------------|----------------|-------------------------|-------------------------------|--------------------------------------|
| CODELL | CODL | 407-87 | 160 | E/2NW4 & W/2NE4 |
| J SAND | JSND | | 160 | E/2NW4 & W/2NE4 |
| NIOBRARA | NBRR | 407-87 | 160 | E/2NW4 & W/2NE4 |

21. Mineral Ownership: Fee State Federal Indian Lease #: _____

22. Surface Ownership: Fee State Federal Indian

23. Is the Surface Owner also the Mineral Owner? Yes No Surface Surety ID#: 20090011

23a. If 23 is Yes: Is the Surface Owner(s) signature on the lease? Yes No

23b. If 23 is No Surface Owners Agreement Attached or \$25,000 Blanket Surface Bon \$2,000 Surface Bond \$5,000 Surface Bond

24. Using standard QtrQtr, Sec, Twp, Rng format enter entire mineral lease description upon which this proposed wellsite is located (attach separate sheet/map if you prefer):
 THE NW OF SEC. 36 & N2NE (ALL THAT PART OF THE NE4 LYING NORTH AND EAST OF THE BOULDER AND WHITE ROCK RESERVOIR).

25. Distance to Nearest Mineral Lease Line: 51 ft 26. Total Acres in Lease: 240

DRILLING PLANS AND PROCEDURES

27. Is H2S anticipated? Yes No If Yes, attach contingency plan.

28. Will salt sections be encountered during drilling? Yes No

29. Will salt (>15,000 ppm TDS CL) or oil based muds be used during drilling? Yes No

30. If questions 27 or 28 are yes, is this location in a sensitive area (Rule 903)? Yes No **If 28, 29, or 30 are "Yes" a pit permit may be required.**

31. Mud disposal: Offsite Onsite
 Method: Land Farming Land Spreading Disposal Facility Other: _____

Note: The use of an earthen pit for Recompletion fluids requires a pit permit (Rule 905b). If air/gas drilling, notify local fire officials.

| Casing Type | Size of Hole | Size of Casing | Weight Per Foot | Setting Depth | Sacks Cement | Cement Bottom | Cement Top |
|-------------|--------------|----------------|-----------------|---------------|--------------|---------------|------------|
| SURF | 12+1/4 | 8+5/8 | 24 | 850 | 320 | 750 | 0 |
| 1ST | 7+7/8 | 4+1/2 | 11.6 | 8,256 | 290 | 8,256 | 7,160 |

32. BOP Equipment Type: Annular Preventer Double Ram Rotating Head None

33. Comments NO CONDUCTOR CASING WILL BE USED

34. Location ID: 336166

35. Is this application in a Comprehensive Drilling Plan ? Yes No

36. Is this application part of submitted Oil and Gas Location Assessment ? Yes No

I hereby certify all statements made in this form are, to the best of my knowledge, true, correct, and complete.

Signed: _____ Print Name: NICK G. CURRAN

Title: PERMITTING Date: 1/11/2010 Email: NICK.CURRAN@ENCANA.CO

Based on the information provided herein, this Application for Permit-to-Drill complies with COGCC Rules and applicable orders and is hereby approved.

COGCC Approved: David S. Neslin Director of COGCC Date: 2/10/2010

API NUMBER
05 013 06599 00

Permit Number: _____ Expiration Date: 2/9/2012

CONDITIONS OF APPROVAL, IF ANY: _____

All representations, stipulations and conditions of approval stated in the Form 2A for this location shall constitute representations, stipulations and conditions of approval for this Form 2 Permit-to-Drill and are enforceable to the same extent as all other representations, stipulations and conditions of approval stated in this Permit-to-Drill.

1) Provide 24 hour notice of MIRU to Jim Precup at 303-469-1902 or e-mail at james.precup@state.co.us 2) Comply with Rule 317.i and provide cement coverage from TD to a minimum of 200' above Niobrara and from 200' below Shannon to 200' above Sussex. Verify coverage with cement bond log. 3) Comply with Rule 321. Run and submit Directional Survey from TD to base of surface casing. Ensure that the wellbore complies with setback requirements in commission orders or rules prior to producing the well.

Attachment Check List

| Att Doc Num | Name | Doc Description |
|-------------|------------------------|----------------------|
| 2094005 | WELL LOCATION PLAT | LF@2210581 2094005 |
| 2094006 | TOPO MAP | LF@2210582 2094006 |
| 2094007 | MINERAL LEASE MAP | LF@2210605 2094007 |
| 2094008 | 30 DAY NOTICE LETTER | LF@2210583 2094008 |
| 2094009 | DEVIATED DRILLING PLAN | LF@2210584 2094009 |
| 2094010 | PROPOSED SPACING UNIT | LF@2210585 2094010 |
| 400027744 | FORM 2 SUBMITTED | LF@2213487 400027744 |
| 400042031 | APD ORIGINAL | LF@2210580 400042031 |

Total Attach: 8 Files