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Form 3160-3 BY: _____
(February 2005)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DRILL OR REENTER

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

1a. Type of work: <input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER		5. Lease Serial No. COC-55198
1b. Type of Well: <input type="checkbox"/> Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone		6. If Indian, Allottee or Tribe Name N/A
2. Name of Operator Encana Oil & Gas (USA) Inc.		7. If Unit or CA Agreement, Name and No. Orchard Unit
3a. Address 370 17th Street, Ste. 1700 Denver, CO 80202		8. Lease Name and Well No. Orchard Unit 20-13 (K20OU)
3b. Phone No. (include area code) 720-876-5826		9. API Well No. Pending
4. Location of Well (Report location clearly and in accordance with any State requirements.) At surface 1415' FSL & 1786' FWL, NESW At proposed prod. zone 660' FSL & 640' FWL, SWSW		10. Field and Pool, or Exploratory Rulison
11. Sec., T. R. M. or Blk. and Survey or Area Sec. 20-T8S-R96W		12. County or Parish MESA
13. State CO		14. Distance in miles and direction from nearest town or post office* +/- 8 miles from De Beque
15. Distance from proposed* location to nearest property or lease line, ft (Also to nearest drig. unit line, if any) Property = 2532' Lease = 640'	16. No. of acres in lease 440	17. Spacing Unit dedicated to this well Unit
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1310' to 20-14	19. Proposed Depth 5798'	20. BLM/BIA Bond No. on file # CO1461 COB000235
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5931.6'	22. Approximate date work will start* 05/01/2008	23. Estimated duration 15 days

24. Attachments

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, must be attached to this form:

- Well plat certified by a registered surveyor.
- A Drilling Plan.
- A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office).
- Bond to cover the operations unless covered by an existing bond on file (see Item 20 above).
- Operator certification
- Such other site specific information and/or plans as may be required by the BLM.

25. Signature <i>DeAnna Spector</i>	Name (Printed/Typed) DeAnne Spector	Date 08/09/2007
Title Regulatory Analyst		

Approved by (Signature) <i>Catherine Robertson</i>	Name (Printed/Typed) Catherine Robertson	Date 11/18/08
Title Field Manager		
Office Grand Junction Field Office		

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.
Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on page 2) Please refer to the Orchard GAP for 10 pt. drilling plan

CMT 0-40' ± 5 yds ready mix
0-1100' ± 295 SX 12.7 ppg POZ Lead
± 350 SX 15.8 ppg CLASS G Tail
0-TD ± 275 SX 12.0 ppg TXI Lead
± 350 SX 13.5 ppg TXI Tail

CONDITIONS OF APPROVAL ATTACHED

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