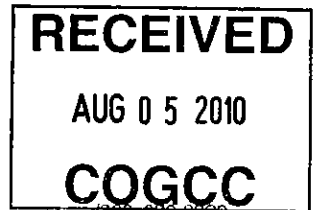




ENCANA

EnCana Oil & Gas (USA) Inc.

Except loc waiver
1/3



270 11th St
Denver CO 80202

tel (303) 825-7300
fax (303) 825-7000
www.cogcc.org

March 26, 2010

Tri-Town Medical Campus LLC
1950- W Mountain View Avenue,
Longmont, Colorado, 80501

RE Waiver of Rule 318A.a Designated Drilling Window and Waiver of Rule 318A.c(2) Twinning Rule

<u>WELL NAME</u>	<u>SURFACE LOCATION</u>	<u>BOTTOM HOLE LOCATION</u>
WANDELL 6-0-7	918' FNL & 1142' FEL	50' FNL & 1350' FEL
WANDELL 8-2-7	925' FNL & 1135' FEL	1350' FNL & 50' FEL
WANDELL 6-4-7	931' FNL & 1128' FEL	2647' FSL & 1300' FEL
WANDELL 8-4-7	938, FNL & 1120' FEL	2648' FNL & 50' FEL

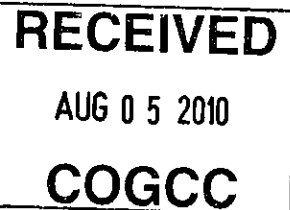
Location NE/4NE/4 Section 7, T2N, R67W
Weld County, Colorado

Gentlemen

EnCana Oil & Gas (USA) Inc ("EnCana") has staked four (4) wells from the existing Wandell #1 well site located in the NE/4NE/4 of Section 7, Township 2 North, Range 67 West (see attached survey plats) 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 a Rule 318A a(2) requires a well location to be within a square with sides eight hundred (800) feet in length, the center of which is the center of any governmental quarter section

The Wandell 6-4-7, 8-2-7, and 6-0-7 wells are staked at locations 4', 11', and 18' north of the defined 400' window EnCana has staked the wells with your consent and approval and respectfully requests your consent to an exception location for the three (3) Wandell Wells by waiver of the COGCC Rule 318A a(2)



Rule 318A c (2) states

"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 he well is proposed to be located in order for the Director to approve the well location administratively "

The Wandell 6-0-7, 8-2-7, 6-4-7, and 8-4-7 wells were staked at the following locations west of the existing Wandell 42-7 located in the same drilling window.

<u>WELL NAME</u>	<u>DISTANCE FROM EXISTING WELL WANDELL 42-7</u>
WANDELL 6-0-7	110' WEST
WANDELL 8-2-7	100' WEST
WANDELL 6-4-7	90' WEST
WANDELL 8-4-7	80' WEST


As these locations were staked with your consent and approval, EnCana respectfully requests your consent to an exception location for the Wandell 6-0-7, 8-2-7, 6-4-7, and 8-4-7 wells by waiver of the COGCC Rule 318A c (2)

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) 330-8903

Very truly yours,

ENCANA OIL & GAS (USA) INC.


Doug Pearlman, RPL
Land Negotiator

ENCANA

THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 318A a(2) AS IT APPLIES TO THE SURFACE LOCATIONS OF THE FOLLOWING THREE (3) WANDELL WELLS REFERRED TO AS.

<u>WELL NAME</u>	<u>SURFACE LOCATION</u>	<u>BOTTOM HOLE LOCATION</u>
WANDELL 6-0-7	918' FNL & 1142' FEL	50' FNL & 1350' FEL
WANDELL 8-2-7	925' FNL & 1135' FEL	1350' FNL & 50' FEL
WANDELL 6-4-7	931' FNL & 1128' FEL	2647' FSL & 1300' FEL

AND APPROVES THE SURFACE LOCATIONS OF SAID WELLS AS DESCRIBED ABOVE WHICH ARE LOCATED OUTSIDE OF THE DESIGNATED DRILLING WINDOW IN THE NE/4 OF SECTION 7, TOWNSHIP 2 NORTH, RANGE 67 WEST, WELD COUNTY, COLORADO

OWNER Tri-Town Medical Campus LLC

By [Signature]
Jack B. Campbell, Administrator and Authorized Representative

By [Signature]
Neil Bertrand, Administrator and Authorized Representative

THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 318Ac.(2) AS IT APPLIES TO THE SURFACE LOCATIONS OF THE FOLLOWING FOUR (4) WANDELL WELLS REFERRED TO AS

<u>WELL NAME</u>	<u>SURFACE LOCATION</u>	<u>BOTTOM HOLE LOCATION</u>
WANDELL 6-0-7	918' FNL & 1142' FEL	50' FNL & 1350' FEL
WANDELL 8-2-7	925' FNL & 1135' FEL	1350' FNL & 50' FEL
WANDELL 6-4-7	931' FNL & 1128' FEL	2647' FSL & 1300' FEL
WANDELL 8-4-7	938' FNL & 1120' FEL	2648' FNL & 50' FEL

AND APPROVES THE SURFACE LOCATION OF SAID WELLS AS DESCRIBED ABOVE WHICH ARE LOCATED AT A DISTANCE GREATER THAN FIFTY (50) FEET FROM AN EXISTING WELL IN THE NE/4 OF SECTION 7, TOWNSHIP 2 NORTH, RANGE 67 WEST, WELD COUNTY, COLORADO

OWNER Tri-Town Medical Campus LLC

By [Signature]
Jack B. Campbell, Administrator and Authorized Representative

By [Signature]
Neil Bertrand, Administrator and Authorized Representative

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Encana Oil & Gas (USA) Inc