



March 1, 2012

Colorado Oil & Gas Conservation Commission
The Chancery Building
1120 Lincoln Street, Suite 801
Denver, CO 80203

Attn: Mr. David Neslin, Director

RE: Melbon Ranch 3B-17H
Niobrara New Drill
Township 2 North, Range 65 West, 6th P.M.
Section 17: 1310' FSL, 210' FWL (Surface Location)
Section 17: 1755' FSL, 543' FWL (Beginning of Lateral)
Section 17: 1730' FSL, 460' FEL (End of Lateral)
Weld County, Colorado

Mr. Neslin,

Encana Oil & Gas (USA) Inc. ("Encana") is planning to drill the captioned boundary well in accordance with the provisions of COGCC Rule 318A.e.

Encana's proposed wellbore spacing unit consists of the S/2 of Section 17, T2N, R65W, creating a 320-acre wellbore spacing unit for the Niobrara formation. Encana is not the only owner within the proposed spacing unit, and as such provided notice to the remaining owner(s) within said proposed spacing unit as required under COGCC Rule 318A.e(6). The required thirty (30) day notice period has elapsed absent the receipt by Encana of an objection to said proposal by the owner(s) within the proposed spacing unit for this well.

Enclosed is a copy of the map illustrating the proposed wellbore spacing unit to assist you in your review and approval of Encana's proposed APD for the captioned well.

Thank you for your time and attention to this matter. Encana respectfully requests that the COGCC review the enclosed information and approve the Application for Permit to Drill the captioned well.

Sincerely,

A handwritten signature in black ink that reads "Jennifer Lind".

Jennifer Lind
Regulatory Analyst

Encana Oil & Gas (USA) Inc.

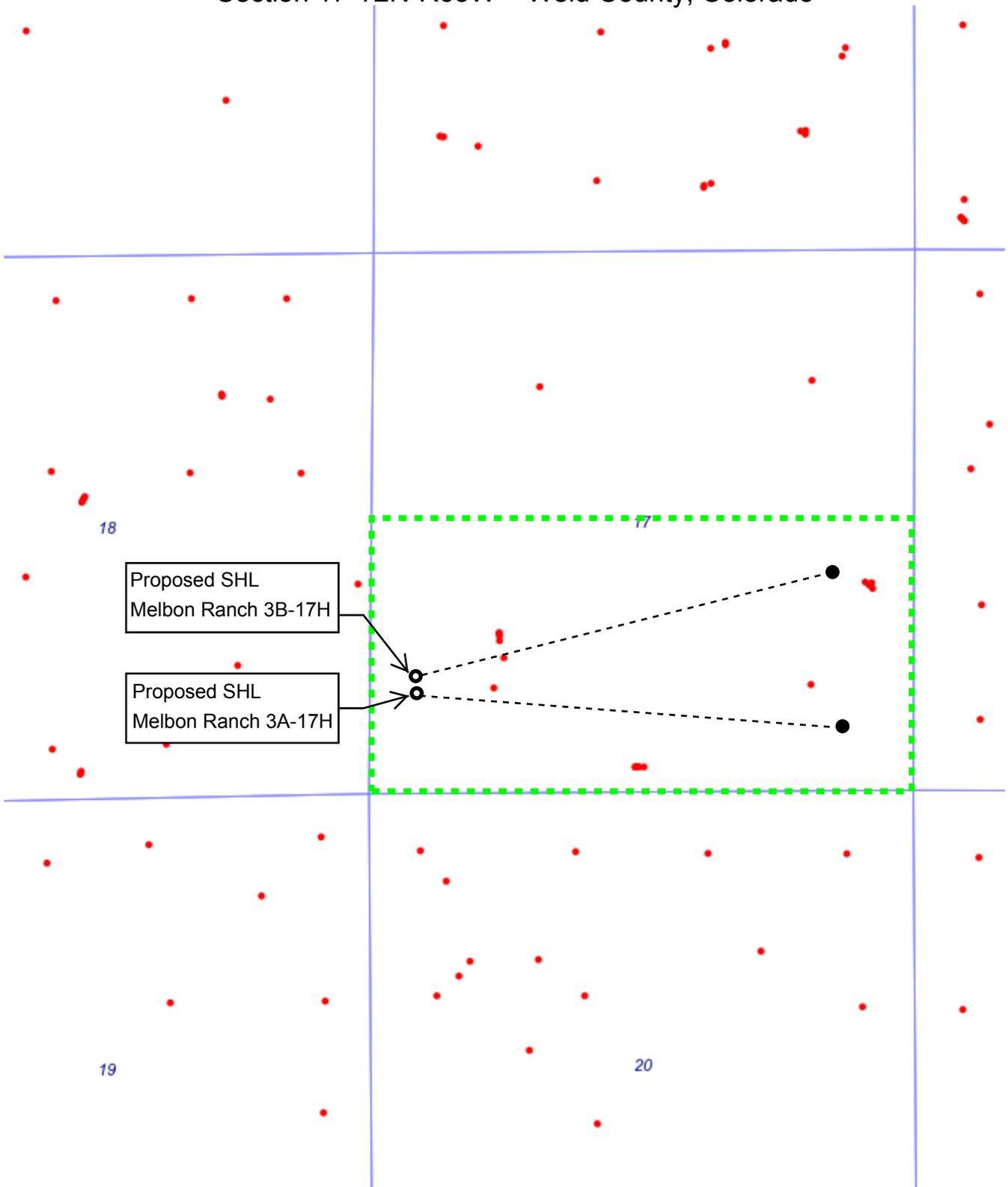
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Melbon Ranch 3A-17H and 3B-17H
Section 17-T2N-R65W Weld County, Colorado



Proposed Spacing Unit
S/2-Sec.17-T2N-R65W

- Proposed Surface Location
- Proposed BHL Location