



January 16, 2012

Cannon Land Company
Attn: Brown Cannon
3575 Cherry Creek North Dr.
Denver, CO 80209

Re: Notice of Operations - Davis 1C-9H
Township 2 North, Range 66 West
Section 9: SW/4NE/4
Weld County, Colorado

Ladies and Gentlemen:

In accordance with the requirements of Rules 305.e.(1).A. and 305.e.(1).B. of the Colorado Oil and Gas Conservation Commission ("COGCC"), this letter serves as advanced notice by Encana Oil & Gas (USA) Inc. ("Encana") of its intention to conduct drilling operations on the captioned well located on your property. Encana's operations are estimated to begin in the second quarter of 2012 pending receipt of required permits, approval of title and drilling rig availability.

Encana's representative, Bob Bresnahan, will be contacting you within the next several days to schedule a consultation to discuss the location of the wellsite, access roads, production facilities and other related matters (please see the enclosed aerial plat), however the well location may be staked prior to a consultation. Enclosed for your review is an informational copy of COGCC's notification, consultation and reclamation rules regarding oil and gas operations.

The COGCC regulations provide that the surface owner may designate a representative for surface consultation. Enclosed is an owner response form and we ask that you indicate your preference with regard to the consultation requirement and return the form in the self-addressed stamped envelope provided for your convenience.

Also enclosed for your review is a copy of a policy recently adopted by the COGCC addressing on-site inspection requests including a form for requesting such an inspection.

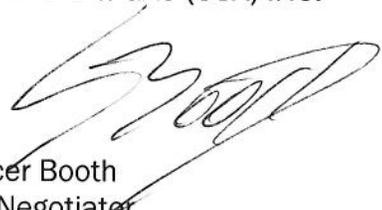
Encana Oil & Gas (USA) Inc.
370 17th Street, Suite 1700
Denver, Colorado USA 80202
t 303.623.2300
www.encana.com

As the surface owner, it is your responsibility to notify any affected tenant farmer, lessee or other party that may own or have an interest in any crops or surface improvements that could be affected by these proposed operations.

Should you have concerns regarding the surface location, please feel free to contact Bob Bresnahan at 720-369-0432 or the undersigned at 720-876-3128.

Very truly yours,

ENCANA OIL & GAS (USA) INC.



Spencer Booth
Land Negotiator

Enc. Aerial Plat
Postage-paid envelope
COGCC Rule Pamphlet
COGCC On-site inspection policy