



April 13, 2012

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

Re: Request for exception to Rule 318A.m  
Davis 1B-9H  
SWNE Sec 9-T2N-R66W  
Weld County, CO

To Whom It May Concern:

Please let this letter serve as a request for administrative approval of an exception location to Rule 318A.m. The proposed lateral for the Davis 1B-9H well is planned to be less than 150', as required by Rule 318A.m, from the following existing well:

**Kugel B #1:** API# 05-123-07555; NWNE-Sec.4-T2N-R66W

The operator of the well listed above is Kerr-McGee Oil & Gas A waiver to Rule 318A.m signed by the operator is attached.

Prior to drilling operations, Encana will perform an anti-collision scan of existing offset wells that have the potential of being within close proximity of the proposed well. This anti-collision scan will include definitive MWD or gyro surveys of the offset wells with included error of uncertainty per survey instrument, and compared against the proposed wellpath with its respective error of uncertainty. If current surveys do not exist for the offset wells, Encana may have gyro surveys conducted to verify bottom hole locations. The proposed well will only be drilled if the anti-collision scan results indicate that there is not a risk for collision, or harm to people or the environment. For the proposed well, upon conclusion of drilling operations, an as-constructed gyro survey will be submitted to COGCC with the Form 5.

Encana respectfully requests that the COGCC approve the Application for Permit to Drill for the captioned well. Thank you for your time and attention to this matter. If you have any questions or comments, please contact me at 720-876-5890.

Very truly yours,  
**ENCANA OIL & GAS (USA) INC.**

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

Jennifer Lind  
Regulatory Analyst

**Encana Oil & Gas (USA) Inc.**  
Republic Plaza  
370 – 17 Street, Suite 1700  
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April 10, 2012

Kerr-McGee Oil & Gas Onshore LP  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202  
Attn: Beau Colligan

Re: Request for exception to Rule 318A.m  
Davis 1B-9H  
SWNE Sec.9 -T2N-R66W  
Weld County, CO

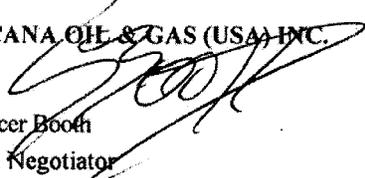
Dear Beau:

Please let this letter serve as a request for approval of an exception location to Rule 318A.m. The proposed lateral for the Davis 1B-9H well is planned to be less than 150', as required by Rule 318A.m, from the following existing well operated by Kerr-McGee Oil & Gas Onshore LP:

**Kugel "B" #1: API# 05-123-07555; NWNE-Sec.4-T2N-R66W**

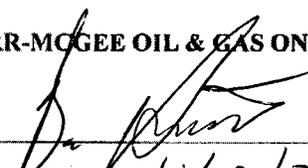
Prior to drilling operations, Encana will perform a gyro survey on the Kugel "B" #1 well and compare this data against the proposed wellpath of the Davis 1B-9H.

Encana respectfully requests that Kerr-McGee Oil & Gas Onshore LP approve the exception location to Rule 318A.m. as it applies to the Davis 1B-9H and its proximity of less than 150' from the Kugel "B" #1. Please signify your acceptance to this letter by signing in the space provided below and return a fully executed copy to the undersigned. Thank you for your time and attention to this matter. If you have any questions or comments, please contact me at 720-876-3128.

ENCANA OIL & GAS (USA) INC.  
  
Spencer Booth  
Land Negotiator

The undersigned hereby consents to the proposed lateral for the Davis 1B-9H, which is planned to be less than 150' from the existing wellbore of the Kugel "B" #1 well operated by Kerr-McGee Oil & Gas Onshore LP, as required by Rule 318.A.m of the Colorado Oil & Gas Conservation Commission.

**KERR-MCGEE OIL & GAS ONSHORE LP**

By:  per Exhibit "A" attached  
Date: 4/13/2012  
subsurface Manager

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