



April 16, 2012  
Maralex Resources, Inc.  
P.O. Box 338 Ignacio, CO 81137

Re: Waiver of Rule 318.a.

DHS3C-23 H23 4101  
Well Bottom Hole Location –  
Township 4 South, Range 101 West  
Section 23: SWSE  
Rio Blanco County, Colorado

Dear Sir:

Encana Oil & Gas (USA) Inc. ("Encana") staked the above referenced well with a bottom hole location 1944 feet from the East line and 665 feet from the South line of Section 23, Township 4 South, Range 101 West (see attached survey plat). This well is being drilled under the rules and regulations of the Colorado Oil and Gas Conservation Commission's (COGCC") Rule 318. Rule 318.a. requires a well location shall be located not less than one thousand two hundred (1,200) feet from any other producible or drilling oil or gas well when drilling to the same common source of supply. Rule 318.c. further states that the Director may grant an operator's request for a well location exception to the requirements of this rule provided that a waiver or consent signed by the lease owner toward whom the well location is proposed to be moved, agreeing that said well may be located at the point at which the operator proposes to drill the well and where correlative rights are protected.

The referenced well was staked at a location less than one thousand two hundred (1,200) feet from the Trail Canyon-L. Brady 23-3 (API 05-103-07763) well and the Lowell Brady 23-3A (API 05-103-07642). As this location was staked with your consent and approval, Encana respectfully requests your consent to an exception location for the DHS3C-23 H23 4101 well by waiver of the COGCC Rule 318.a.

If this meets with your approval, please sign and date both originals of the letter, keeping one for your files and returning one to the undersigned.

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

Thank you for your time and consideration in this matter. If you have any questions or comments, please contact me at (303) 330-8903.

Very truly yours,

ENCANA OIL & GAS (USA) INC.



Emily Cozyris  
Land Negotiator

THE UNDERSIGNED LEASE OPERATORS HEREBY WAIVE RULE 318.a. AS IT APPLIES TO THE WELLBORE OF THE WELL DHS3C-23 H23 4101 AND APPROVES THE WELLBORE AND BOTTOM-HOLE LOCATION IN SECTION 23, TOWNSHIP 4 SOUTH, RANGE 101 WEST, RIO BLANCO COUNTY, COLORADO.

  
Operator