



June 18, 2012

Thomas C. Francis and Sarah A. Francis
21811 County Road 22
Fort Lupton, Colorado 80621

Re: Waiver of Rule 318A(I).c.(1)
Dowdy 4-2-10 Surface Hole located 1114' From North Line and 1132' From East Line
Dowdy 6-4-10 Surface Hole located 1114' From North Line and 1122' From East Line
Dowdy 41-10 Surface Hole located 1114' From North Line and 1112' From East Line
Dowdy 8-2-10 Surface Hole located 1114' From North Line and 1102' From East Line

Township 2 North, Range 65 West
Section 10: NE/4
Weld County, Colorado

Dear Thomas and Sarah Francis:

Encana Oil & Gas (USA) Inc. ("Encana") staked the Dowdy wells at a surface location as indicated above (see attached survey plat). These wells are being drilled under the rules and regulations of the Colorado Oil and Gas Conservation Commission's (COGCC") Rule 318A(I), known as the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule (Except the City and County of Broomfield). Rule 318A(I).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 the well is proposed to be located in order for the Director to approve the well location administratively."

The wells were staked at locations 95' to 120' South West of the existing Dowdy #1 well located in the same drilling window. As this location was staked with your consent and approval, Encana respectfully requests your consent to an exception location for the Dowdy 4-2-10, Dowdy 6-4-10, Dowdy 8-2-10, and Dowdy 41-10 wells by waiver of the COGCC Rule 318A(I).c.(1).

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.
3601 Stagecoach Road North
Longmont, Colorado 80504
Cell 720.369.0432
fax 303.774.3973
Bob.Bresnahan@encana.com
www.encana.com



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Thank you for your time and consideration in this matter. If you have any questions or comments, please contact the undersigned at 303.774.3982.

Respectfully,

Encana Oil & Gas (USA) Inc.

A handwritten signature in blue ink, appearing to read "Bob Bresnahan", written over a horizontal line.

Bob Bresnahan
Contract Field Land Negotiator

THE UNDERSIGNED SURFACE OWNER HEREBY WAIVES RULE 318A(I)c.(1)
AS IT APPLIES TO THE SURFACE LOCATION OF THE FOLLOWING WELLS
AND APPROVES THE SURFACE LOCATION AS INDICATED FROM SECTION
10, TOWNSHIP 2 NORTH, RANGE 65 WEST, WELD COUNTY, COLORADO.

DOWDY 4-2-10 LOCATED 1114' FROM NORTH LINE & 1132' FROM EAST LINE
DOWDY 6-4-10 LOCATED 1114' FROM NORTH LINE & 1122' FROM EAST LINE
DOWDY 41-10 LOCATED 1114' FROM NORTH LINE & 1112' FROM EAST LINE
DOWDY 8-2-10 LOCATED 1114' FROM NORTH LINE & 1102' FROM EAST LINE

A handwritten signature in black ink, appearing to read "Thomas C. Francis", written over a horizontal line.

Thomas C. Francis

A handwritten signature in black ink, appearing to read "Sarah A. Francis", written over a horizontal line.

Sarah A. Francis

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