



September 26, 2012

Mr. Matt Lepore, Director
Colorado Oil & Gas Conservation Commission
1120 Lincoln Street, Suite 801
Denver, Colorado 80203

RE: Exception Location Request Rule 318A(I).c.(1)

Ray Nelson 4-8-32: 1558' FSL, 1187' FEL (SHL)
Ray Nelson 6-8-32: 1558' FSL, 1177' FEL (SHL)
Ray Nelson 8-4-32: 1558' FSL, 1167' FEL (SHL)
Ray Nelson 8-6-32: 1558' FSL, 1157' FEL (SHL)

Dear Director:

Encana Oil & Gas (USA) Inc. ("Encana") proposes to drill the above referenced well at a surface location further than 50' from an existing well as defined by Rule 318A(I).c(1).

Although Encana has executed a Surface Use Agreement with the surface owner at the subject well sites, we have been unable to obtain executed waivers to Rule 318A(I).c.(1). Encana is a mineral interest owner and wishes to drill the subject wells at a distance further than 50 feet from an existing well in order to safely operate and protect the irrigation ditch and the wet lands to the south of the location. Due to topographic and surface constraints as listed above, Encana requests that this exception location be administratively approved in the absence of executed waivers.

Thank you for your assistance in this matter.

If you have any questions or comments, please contact me at 720-876-5827.

Sincerely,

Encana Oil & Gas (USA) Inc.

A handwritten signature in black ink, appearing to read "Erin Hochstetler".

Erin Hochstetler
Permitting Technician

Encana Oil & Gas (USA) Inc.

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