



November 14, 2012

Daniel and Connie Sheldon
17129 CR 14
Fort Lupton, CO 80621

Re: Notice of Operations
Marcus State 3A-36H, Marcus State 3B-36H, Marcus State 3C-36H
Marcus State 3D-36H, Marcus State 3E-36H, Marcus State 3F-36H
Township 2 North, Range 66 West
Section 36: S/2SW/4
Weld County, Colorado

Dear Mr. & Mrs. Sheldon:

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 3rd or 4th quarter of 2013 pending receipt of required permits, approval of title and drilling rig availability.

An Encana representative, Ryan Bevans has already contacted you 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). 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 Ryan Bevans 303-910-2994 or the undersigned at 720-876-5140.

Very truly yours,

ENCANA OIL & GAS (USA) INC.



Cindi Danner-Weide, CPL
Land Negotiator

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

OWNER RESPONSE LETTER
(Rule 306 Consultation Requirement)

Notice of Operations

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To be Completed by the Surface Owner:

The surface owner and/or assigned representative, desires an on-site consultation with an Encana Representative with respect to the proposed drilling of the referenced well.

___ Yes

___ No

Signed: _____

Print Name: _____

Phone: _____

Signed and dated this ___ day of _____, 20__.

Pursuant to Rule 306.a(3). Waiver of Consultation of the Colorado Oil & Gas Conservation Commission Rules and Regulations, the surface owner waives the 30 day notice period.

___ Yes

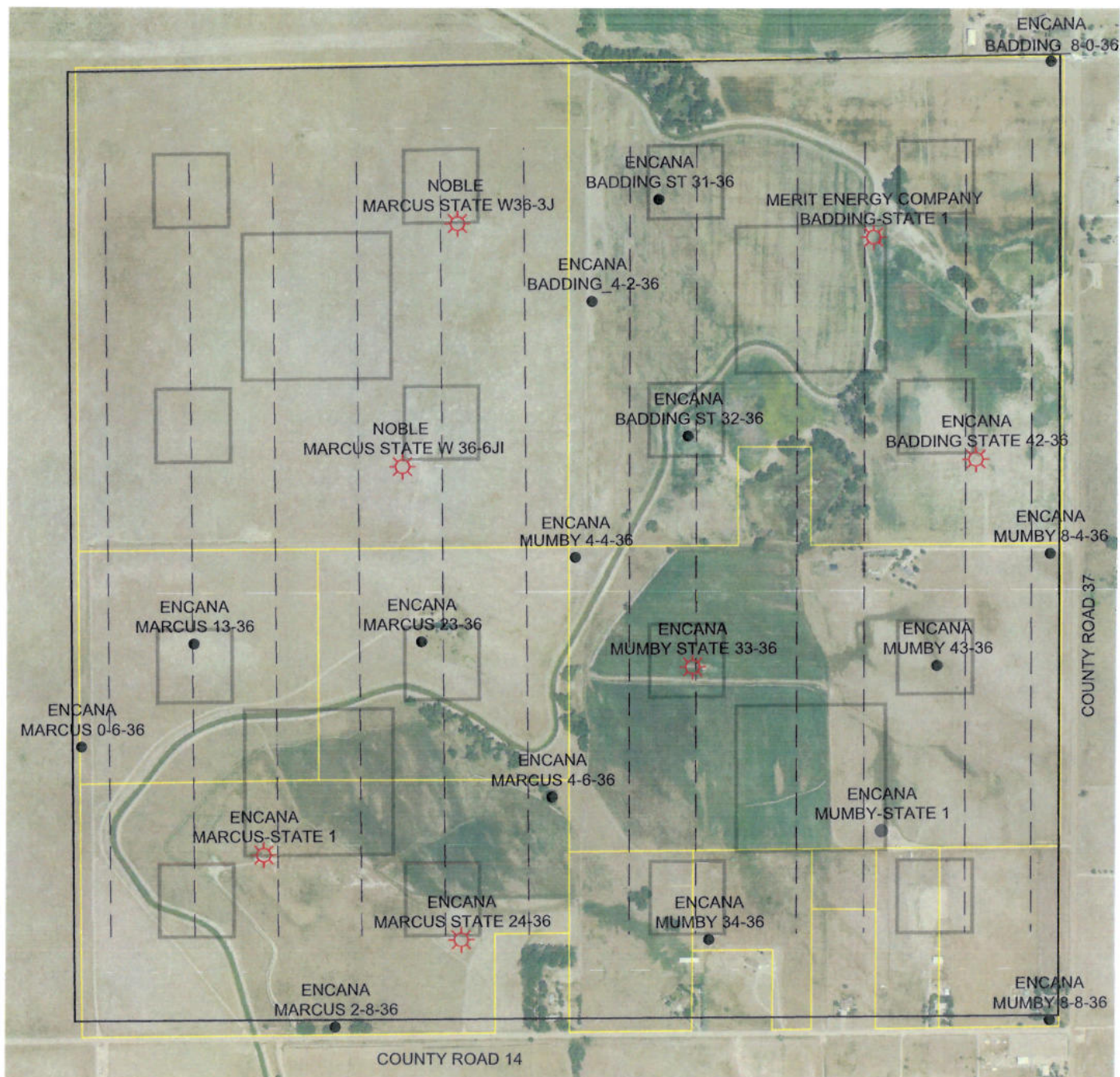
___ No

Signed: _____

Print Name: _____

Phone: _____

Signed and dated this ___ day of _____, 20__.



--- BHL PATH



**TOWNSHIP 2 NORTH, RANGE 66 WEST
SECTION 36**

WELD COUNTY, COLORADO

SCALE: 1" = 800'

JUNE 27, 2012