



April 18, 2013

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

Attn: Mr. Matt Lepore, Director

RE: Marcus State 3D-36H
Township 36, Range 2N, 6th P.M.
Section 36: 317' FSL; 1344' FWL (Surface Hole Location)
Section 36: 460' FNL; 1550' FWL (Bottom Hole Location)
Weld County

Mr. Lepore,

Encana Oil & Gas (USA) Inc. ("Encana") is planning to drill the captioned boundary well in accordance with the provisions of COGCC Rule 318A.e.

Proposed spacing unit configuration: T2N R66W SEC 36: W/2
Formation(s): Niobrara
Spacing unit acreage: 320

Encana is not the only owner within the proposed spacing unit, and as such provided notice to the remaining owner(s) within said proposed spacing unit as required under COGCC Rule 318A.e(6). The required thirty (30) day notice period has elapsed absent the receipt by Encana of an objection to said proposal by the owner(s) within the proposed spacing unit for this well.

Enclosed is a copy of the map illustrating the proposed wellbore spacing unit to assist you in your review and approval of Encana's proposed APD for the captioned well.

Thank you for your time and attention to this matter. Encana respectfully requests that the COGCC review the enclosed information and approve the Application for Permit to Drill the captioned well.

Sincerely,

A handwritten signature in black ink, appearing to read "Bonnie Lamond", written in a cursive style.

Bonnie Lamond
Permitting Technician

Marcus State 3D-36H

Purple outline = Proposed 320 acre spacing unit

W/2-36-2N-66W

Niobrara Formation

Bottom hole located in the NENW-36-T2N-R66W (1550' FWL & 460' FNL)

● = Surface hole location

● = Bottom hole location

