



May 12, 2014

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

Attn: Mr. Matt Lepore, Director

RE: **Exception Location Request to Rule(s):** » 318A(I).a.(1) »318A(I).c.(1)

Newnam 2E-32H C264

Township 2N, Range 64W, 6th P.M.

Section 32: 307.8' FNL, 1590.9' FWL (Surface Hole Location)

Section 32: 460' FSL, 925' FWL (Bottom Hole Location)

Weld County, Colorado

Dear Mr. Lepore,

Please let this letter serve as a request for administrative approval of exception locations for the captioned oil and gas wells.

Encana Oil & Gas (USA) Inc. ("Encana") proposes to drill the above referenced well at a surface location:

»outside a legal drilling window as defined by Rule 318A(I).a.(1)

»further than 50' from an existing well as defined by Rule 318A(I).c(1)

Rule 318A.a (1) of the Colorado Oil and Gas Commission's Rules and Regulations requires wells to be drilled in a square with sides 400 feet in length, the center of which is the center of any quarter/quarter section or in the center of any quarter section with the four sides being 800 feet in length. Encana proposes to drill the above referenced wells at a surface location outside a legal drilling window.

Rule 318A.c (2) of the Colorado Oil and Gas Commission's Rules and Regulations requires wells to be staked at a surface location greater than fifty (50) feet from another well. Encana proposes to drill the above referenced wells at a surface location further than 50' from an existing well.

The location of the above referenced well has been determined per the surface owner's request. Waivers of the subject rules have been signed by the surface owner are enclosed for your review.

Thank you for your assistance in this matter.

Very truly yours,

ENCANA OIL & GAS (USA) INC.

A handwritten signature in blue ink, appearing to read "Erin Lind".

Erin Lind

Permitting Analyst