



October 2, 2014

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

Attn: Mr. Matt Lepore, Director

RE: **Morgan Hills 1B-7H-A168**
Township, Range, 6th P.M.

Section 7: 368' FNL, 389' FEL (Surface Hole Location)

Section 18: 470' FSL, 1900' FEL (Bottom Hole Location)

Weld County, Colorado

Dear 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: E2 Sec. 7 & E2 Sec. 18
Formation(s): codell
Spacing unit acreage: 640

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,

ENCANA OIL & GAS (USA) INC.

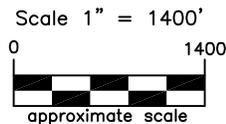
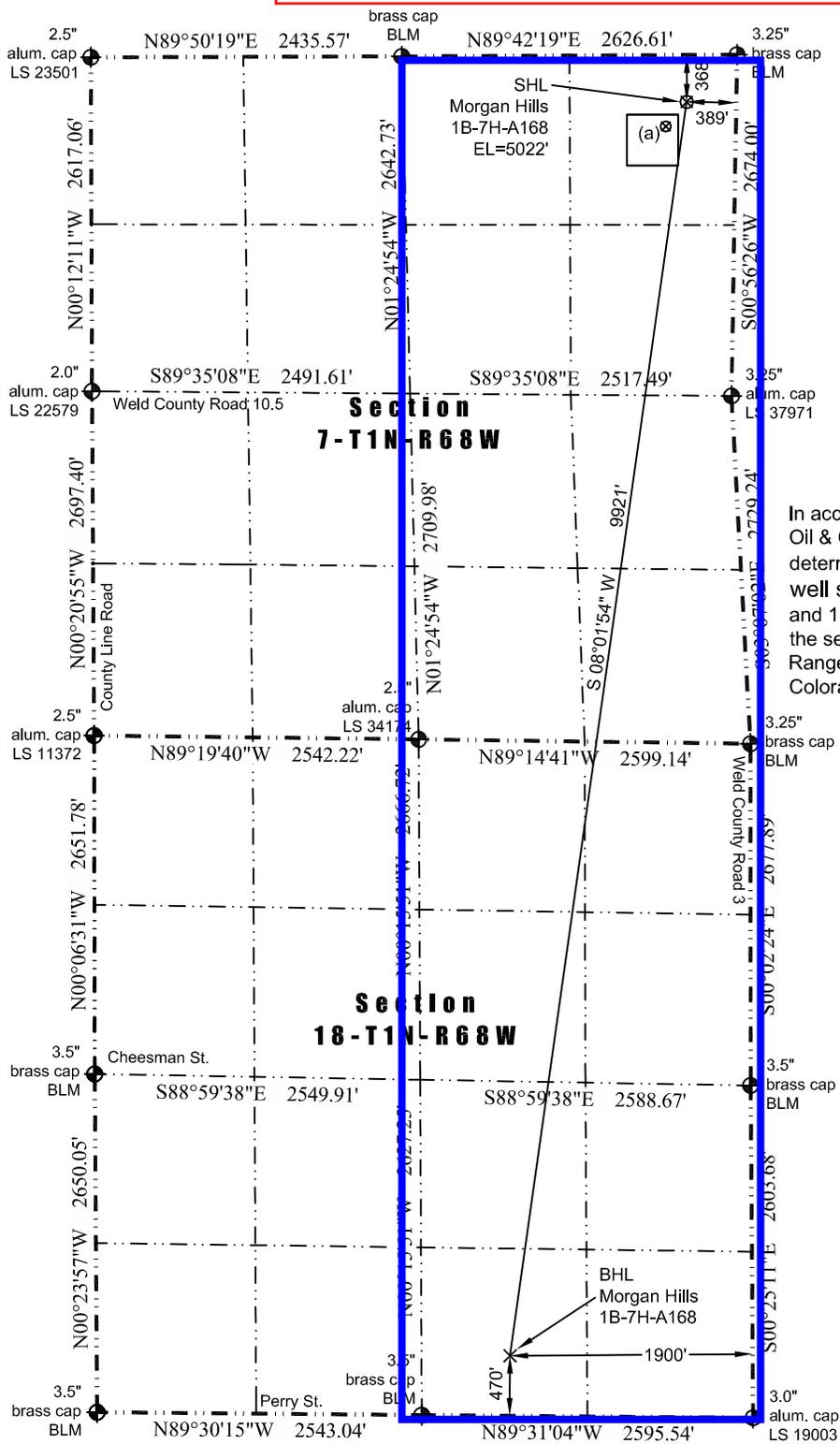
A handwritten signature in black ink, appearing to read "Bonnie Lamond".

Bonnie Lamond
Regulatory Analyst



Morgan Hills 1B-7H-A168 Spacing Map
E2 Section 7; E2 Section 18
Township 1 North, Range 68 West

Washburn Land Surveying
 www.WashburnSurveying.com
 970-232-9645



LEGEND

◆ - found survey monument

(a) Existing Well Data:
 Woolley 41-7
 Latitude: N 40.071463°
 Longitude: W 105.039372°
 FNL: 559'
 FEL: 549'
 ELEV: 5034'
 PDOP: 2.0

In accordance with a request from Jay Knutson of EnCana Oil & Gas (USA) Inc., Washburn Land Surveying, LLC has determined the location of the **Morgan Hills 1B-7H-A168 well site** to be SHL: 368' FNL and 389' FEL, (BHL: 470' FSL and 1900' FEL), as measured at ninety (90) degrees from the section lines of Sections 7 and 18, Township 1 North, Range 68 West of the 6th Principal Meridian, Weld County Colorado.

Proposed Surface Hole Data:
 Latitude: N 40.071988° (BHL: 40.045038°)
 Longitude: W 105.038784° (BHL: 105.043908°)
 PDOP: 1.9

Nearest:
 Building Unit: 507' northwest
 Building: 507' northwest
 Above Ground Utility: 552' northeast
 Public Road: 374' east
 Railroad: 3,646' southeast
 Property Line: 348' east
 Well Window: SHL is 119' outside
 High Occupancy Building Unit: 4,486' northwest
 Existing Well: Woolley 41-7, 252' southwest

- Notes:
- 1) Bearings and distances based on NAD 83 Colorado North State Plane Coordinate, using RTK GPS observations taken 8/25/14 by operator Ryan Christi.
 - 2) Conversion factor to ground (1.0002746380).
 - 3) Elevations based on NAVD 88 GPS heights and Geoid 2009 corrections.
 - 4) See Location Drawing for visible improvements within 500 feet of Pad Site.
 - 5) The surface use is a cultivated field.

NOTICE: According to Colorado law you must commence any legal action based upon any defect in this W.L.C. within three years after you first discover such defect. In no event may any action based upon any defect in this W.L.C. be commenced more than ten years from this said date of the certification shown hereon.

I hereby certify that this Well Location Certificate was prepared by me or under my direct supervision on 8/25/2014 for and on behalf of EnCana Oil & Gas (USA) Inc. That it is not a Land Survey Plat or an Improvement Survey Plat and that it is not to be relied upon for establishment of fences, buildings, or other future improvement lines.



John Robert McGhee LS#38219
 Well: Morgan Hills 1B-7H-A168 WLC