

encanaTM

natural gas

CONFIDENTIAL

December 26, 2012

Charlie Perrin
EMNRD—Oil and Gas Division
Aztec Field Office, District III
1000 Rio Brazos Road
Aztec, NM 87410

RCVD DEC 28 '12
OIL CONS. DIV.
DIST. 3

Re: Lybrook H32-2306 01H (API 30-043-21126)

Dear Mr. Perrin:

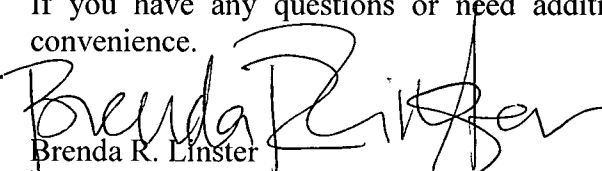
On June 14, 2012, you approved the Encana Oil & Gas (USA) Inc. (Encana) Application for Permit to Drill the Lybrook H32-2306 01H oil well with 5,552' TVD/9,991' MD in a project area of 160 acres in the S2N2 Section 32, Township 23 North, Range 6 West.

Encana has decided to extend the lateral length and drill the well to 5,538' TVD/12,607' MD in a project area of 240 acres in the S2N2 Section 32 and the S2NE Section 31, Township 23 North, Range 6 West. The extension into the S2NE Section 31 is in Federal minerals.

Attached for your approval is the approved Federal Application to Drill for the Lybrook H32-2306 01H oil well.

Encana requests tight-hole/confidential status on this well. Specifically, in accordance with 19.15.7.16.C NMAC, Encana requests that the form C-105 and accompanying data be kept confidential for 90 days from the date of well completion.

If you have any questions or need additional information, please call me at your earliest convenience.


Brenda R. Linster
Regulatory Lead

Enc.

Encana Oil & Gas (USA) Inc.
Republic Plaza
370 – 17 Street, Suite 1700
Denver, Colorado
United States 80202
t 720.876.3989
f 720.876.4989
e brenda.linster@encana.com