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Dear Pavillion resident:

As a stakeholder in Wyoming and the Pavillion community, we at EnCana Oil & Gas (USA) Inc. are as concerned about the quality of precious water resources as you.

We also want to better understand the science and the source of the tentatively identified compounds found in Pavillion groundwater. We have worked with the US Environmental Protection Agency (EPA) to gather information for the current water quality study. EnCana is committed to continuing to provide support and information to EPA and the community.

EPA's initial round of testing and the public meeting have generated numerous media stories regarding water quality in this area. Unfortunately, some of these stories contain factual errors and misstatements that do not accurately portray the current situation. The purpose of this letter is to help separate the science and facts to-date from some of this unsubstantiated rhetoric and speculation.

As long-time Pavillion residents know, energy development has been a mainstay in the Pavillion area since the early 1960s. We at EnCana are relative newcomers, acquiring our current leases in 2004 when we bought the company Tom Brown. With the acquisition, EnCana inherited several well locations with legacy issues associated with old production pits with these leases. EnCana is voluntarily remediating these legacy sites and continues to work in cooperation with the Wyoming Department of Environmental Quality.

We would also note that the Pavillion gas field is a mature field and EnCana currently has no plans to drill or recomplete additional wells in this field. This is a business decision we made several years ago and was not based on water quality concerns.

Contrary to news reports, the EPA did not tell Pavillion residents that the water was unsafe to drink. Instead, the agency confirmed at the August 11th public meeting that further testing was required to make any sound judgment with regard to water safety, and EPA invited residents to contact them directly with questions about drinking water.

EPA testing has tentatively identified two compounds that require additional analysis due to insufficient data. These are termed "Tentatively Identified Compounds" (TICs) in the EPA report and by definition are unconfirmed compounds.

Of the 39 wells tested, three samples tentatively identified 2-butoxyethanol phosphate. 2-butoxyethanol (2-BE) was not specifically identified in EPA's test results. EPA acknowledged

that 2-butoxyethanol can be found in common household cleaning products. 2-BE phosphate and 2-BE are common components of products used in a wide variety of commercial, industrial, and agricultural applications. Additional sampling will be required to determine the presence, concentration and source of all tentatively identified compounds, including 2-butoxyethanol phosphate.

EPA testing also detected methane in eight wells. Methane is naturally occurring in geologic formations near the surface in the Pavillion area. Long-time residents recall the presence of natural gas in their water wells prior to energy production in Pavillion. EnCana will continue to work in concert with EPA to determine if the methane found is caused by oil and gas development, though it is important to note that there is no known pathway at this time nor has scientific evidence provided final determinations upon any source.

The objective of EPA's recent groundwater testing, per their own directives, was to determine if contamination is present, determine contaminate characteristics and potential impacts. EPA's results show that most wells sampled have no apparent health concerns. 11 wells had insufficient data for EPA to assure well owners of no health concerns and EPA is currently working with those well owners.

At this time, EPA cannot pinpoint any specific source that demonstrates a connection between their initial test results and oil and gas activities. We are concerned when misstatements may suggest otherwise.

As a member of the community and your neighbor, we become naturally concerned when misstatements may mislead or raise concerns with residents prior to a conclusive scientific evaluation. Therefore, we wanted to communicate directly to you and reaffirm our absolute commitment to work proactively with State and Federal officials to determine as best we can the facts.

Most importantly, we will continue to work with and offer assistance to the EPA to promote sound science that will bring factual information forward to help shed light on these important issues. We would respectfully request that you allow the EPA process to unfold, as EnCana remains fully committed to beneficial resolution for all involved.

In the interim, we would encourage you to contact us with questions and will keep you apprised as new information warrants.

Thank you for your time and consideration.

Sincerely,

EnCana Oil & Gas (USA) Inc.