

January 23, 2012

Certified Mail # 7010 1870 001 6486 5716

Joshua J. Wood
PO Box 1440
Berthoud, Colorado 80513

RE: Surface Owner Notification
Well Name: COALBANK CREEK 10-20
COALBANK CREEK 9-20
Sec. 20 Township 7N, Range 66W
Weld County, Colorado

Dear Mr. Wood:

Pursuant to Rule 306 of the rules of the Colorado Oil and Gas Conservation Commission (COGCC), Bayswater Exploration & Production, LLC (Bayswater) provides the following information to you:

1. Bayswater Exploration & Production, LLC intends to commence operations for the drilling of the captioned wells. We estimate the commencement of operations with heavy equipment shall occur within 180 days. However, due to equipment availability and scheduling, such operations may occur earlier.
2. The operator of the captioned well is: Bayswater Exploration & Production, LLC.
3. The location of the captioned wells is referenced above and more specifically identified on the well location certificate (s) enclosed with this letter.
4. Under the COGCC rules the surface owner is responsible for notifying any affected tenant of the proposed operations.
5. Under COGCC Rule 306, the affected surface owner is entitled to a consultation with the operator.
6. Also enclosed is a copy of the COGCC's informational brochure for surface owners containing rules pertaining to notice of oil and gas operations and opportunities for consultation thereon.
7. Further, enclosed is a copy of the COGCC's Onsite Inspection Policy.

Please call me at (720) 881-4489 Ext. 236 with any questions you may have concerning the proposed operations.

Thank you,



Ben Schuessler, Landman

Enclosures