

September 6, 2012

Mr. Matt Lepore, Director  
Colorado Oil and Gas Conservation Commission  
1120 Lincoln St. Suite 801  
Denver, CO 80203

RE: Proposed Wellbore Spacing Units  
Booth 40-26  
Section 26, Township 7N, Range 65W  
Weld County, Colorado

Dear Mr. Lepore,

Bayswater Exploration & Production, LLC (Bayswater) is planning to drill the referenced well in accordance with the provision of COGCC Rule 318A.e. Bayswater's proposed wellbore spacing unit consists of:

Booth 40-26 SWNW & NWSW of Sec 25 & SENE & NESE of Sec 26, T7N-R65W

Creating a 160 acre wellbore spacing unit. Bayswater is not the only owner within the proposed wellbore spacing unit and as such provided notice to the remaining owner(s) within the said proposed spacing unit as required under COGCC Rule 318A.e.(6). Copies of the required notice letter(s) is/are on file at the Bayswater offices. The required thirty (30) day notice period has elapsed absent the receipt by Bayswater of an objection to said proposal by the owner(s) within the proposed spacing unit for this well.

Enclosed is a copy of the Well Location Certificate and the Plat illustrating the proposed wellbore spacing unit to assist you in your review and approval of Bayswater's proposed APD for the above referenced well.

Bayswater requests that the COGCC review the enclosed information and approve the requested exception location waivers and Applications for Permit to Drill for the above referenced well. Thank you for your attention to the enclosed.

Respectfully,



Corina Santos  
Regulatory Technician  
Agent for Bayswater Exploration & Production, LLC

*We are what we repeatedly do. Excellence, then, is not an act, but a habit.*

*-Aristotle*