

1801 W. 13th Ave
Denver, CO 80204
Ph: 303.928.7128
www.petro-fs.com

October 29, 2012

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

RE: Proposed Spacing Units
Kaiser 28-10
Sections 10 & 3, Township 6N, Range 65W
Weld County, Colorado

Dear Mr. Lepore,

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

Kaiser 28-10 NENW, NWNE of Sec 10 & SESW, SWSE of Sec 3, T6N-R65W

Creating a 160 acre well bore 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 captioned wells.

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 captioned wells. Thank you for your attention to the enclosed.

Respectfully,

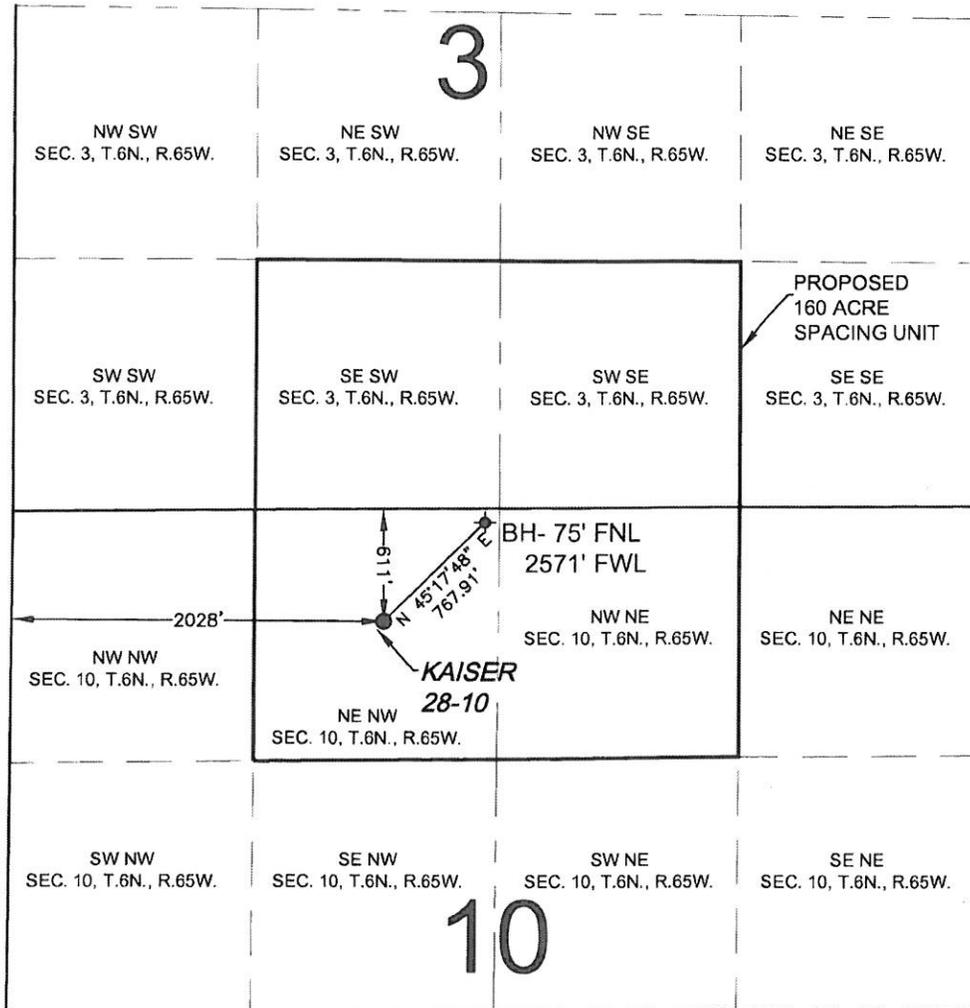
Julie L. Padilla
Regulatory Manager
Agent for Bayswater Exploration & Production, LLC

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

-Aristotle

PROPOSED 318 Ae SPACING UNIT

SECTION 10, TOWNSHIP 6 NORTH, RANGE 65 WEST, 6TH P.M.



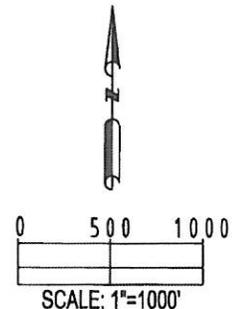
WELL KAISER 28-10 TO BE LOCATED 611' FNL AND 2028' FWL, T6N, R65W, SEC. 10

SURFACE LOCATION
 LATITUDE= 40.506850°
 LONGITUDE= 104.651590°

BOTTOM HOLE LOCATION
 LATITUDE= 40.508319°
 LONGITUDE= 104.649609°

LEGEND

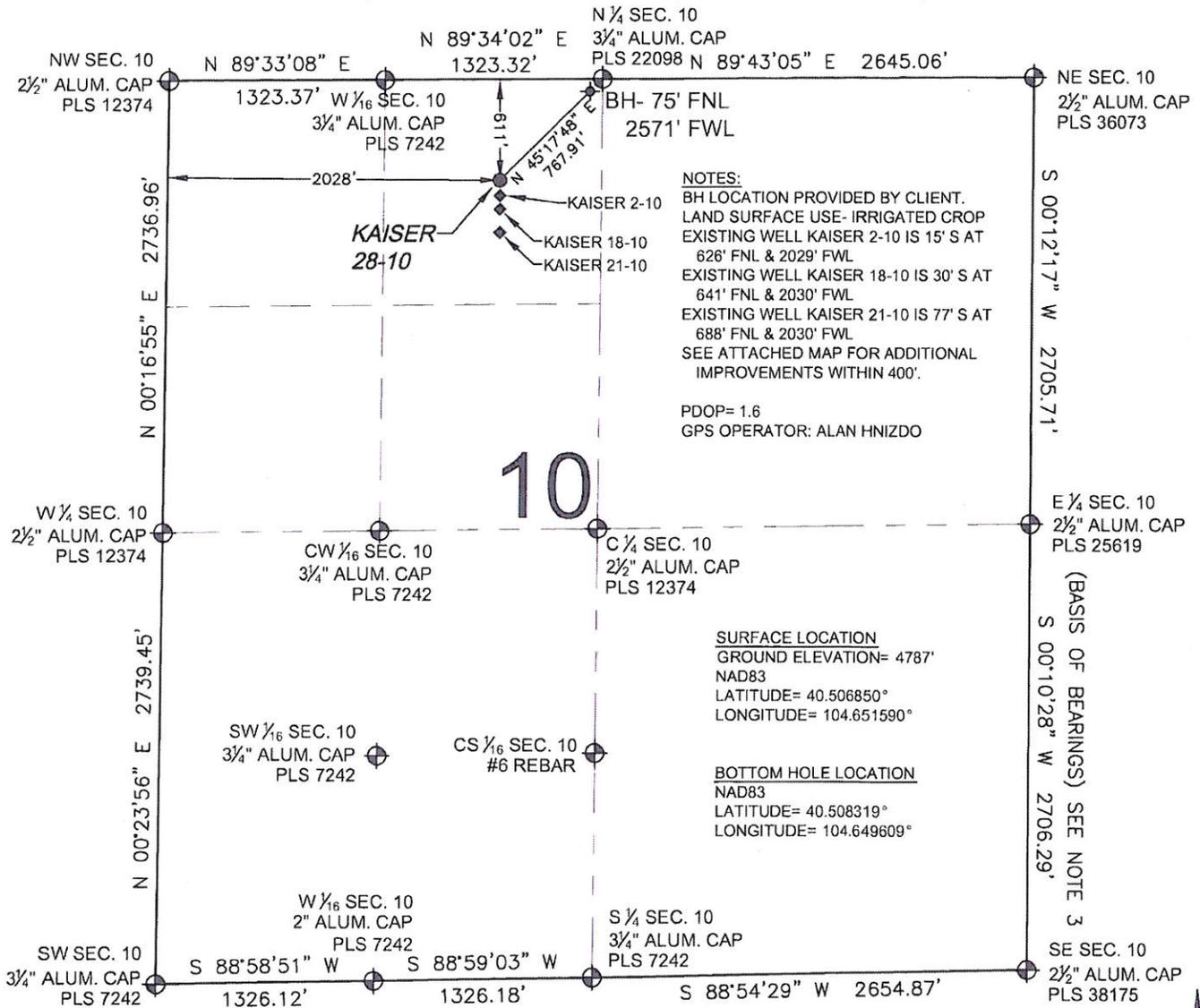
- ◆ = BOTTOM HOLE BH = BOTTOM HOLE
- = PROPOSED WELL ◆ = EXISTING WELL



PREPARED BY: Petroleum Field Services, LLC 1601 W. 13th Ave. Denver, CO 80204	FIELD DATE: 07-31-12	SURFACE LOCATION:
	DRAWING DATE: 10-09-12	NE 1/4 NW 1/4, SEC. 10, T6N, R65W, 6TH P.M. WELD COUNTY, COLORADO
BY: CLM	CHECK: MLP	

WELL LOCATION CERTIFICATE: KAISER 28-10

SECTION 10, TOWNSHIP 6 NORTH, RANGE 65 WEST, 6TH P.M.



NOTES:
 BH LOCATION PROVIDED BY CLIENT.
 LAND SURFACE USE- IRRIGATED CROP
 EXISTING WELL KAISER 2-10 IS 15' S AT
 626' FNL & 2029' FWL
 EXISTING WELL KAISER 18-10 IS 30' S AT
 641' FNL & 2030' FWL
 EXISTING WELL KAISER 21-10 IS 77' S AT
 688' FNL & 2030' FWL
 SEE ATTACHED MAP FOR ADDITIONAL
 IMPROVEMENTS WITHIN 400'.

PDOP= 1.6
 GPS OPERATOR: ALAN HNIZDO

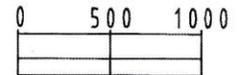
SURFACE LOCATION
 GROUND ELEVATION= 4787'
 NAD83
 LATITUDE= 40.506850°
 LONGITUDE= 104.651590°

BOTTOM HOLE LOCATION
 NAD83
 LATITUDE= 40.508319°
 LONGITUDE= 104.649609°

LEGEND

- ⊕ = EXISTING MONUMENT
- ⊙ = PROPOSED WELL
- ⊕ = BOTTOM HOLE
- ◆ = EXISTING WELL
- BH = BOTTOM HOLE

WELL KAISER 28-10 TO BE LOCATED
 611' FNL AND 2028' FWL



NOTES:

- THIS FIELD SURVEY CONFORMS TO THE MINIMUM STANDARDS SET BY THE C.O.G.C.C., RULE NO. 215
- HORIZONTAL POSITIONS AND ORTHOMETRIC ELEVATIONS SHOWN AT THE WELL HEAD, ARE BASED ON GPS-RTK POSITIONS DERIVED FROM MINIMUM 2-HOUR STATIC OBSERVATIONS CORRECTED BY THE NATIONAL GEODETIC SURVEY ONLINE POSITIONING USER SERVICE, O.P.U.S. DATUM: HORIZONTAL = NAD83/2007, VERTICAL = NAVD88
- THE BASIS OF BEARINGS ARE STATE PLANE COORDINATE SYSTEM GRID BEARINGS SHOWN HEREON BETWEEN THE DESCRIBED THE MONUMENTS SHOWN HEREON.
- GRID DISTANCES ARE SHOWN, AS MEASURED IN THE FIELD, WITH TIES TO WELLS MEASURED PERPENDICULAR TO SECTION LINES.

I, L. KELLEY STEVENSON, A LICENSED PROFESSIONAL LAND SURVEYOR IN THE STATE OF COLORADO DO HEREBY CERTIFY TO **BAYSWATER EXPLORATION & PRODUCTION, LLC**, THAT THE SURVEY AND WELL LOCATION CERTIFICATE SHOWN HEREON WERE DONE BY ME OR UNDER MY DIRECT SUPERVISION AND THAT THE DRAWING SHOWN HEREON ACCURATELY DEPICTS THE PROPOSED LOCATION OF THE WELL. THIS CERTIFICATE DOES NOT REPRESENT A LAND SURVEY PLAT OR IMPROVEMENT SURVEY PLAT AS DEFINED BY C.R.S. 38-51-102 AND CANNOT BE RELIED UPON TO DETERMINE OWNERSHIP.

L. KELLEY STEVENSON, PLS 38231
 COLORADO LICENSED PROFESSIONAL LAND SURVEYOR
 FOR AND ON BEHALF OF P.F.S., LLC



PREPARED BY: 1801 W. 13th Ave. Denver, CO 80204	FIELD DATE: 07-31-12	SURFACE LOCATION: NE 1/4 NW 1/4,
	DRAWING DATE: 08-23-12	SEC. 10, T6N, R65W, 6TH P.M.
BY: SMF	CHECK: TJN	WELD COUNTY, COLORADO

NOTICE: ACCORDING TO COLORADO LAW YOU MUST COMMENCE ANY LEGAL ACTION BASED UPON ANY DEFECT IN THIS SURVEY WITHIN THREE YEARS AFTER YOU FIRST DISCOVER SUCH DEFECT. IN NO EVENT MAY ANY ACTION BASED UPON ANY DEFECT IN THIS SURVEY BE COMMENCED MORE THAN TEN YEARS FROM THIS SAID DATE OF THIS CERTIFICATION SHOWN HEREON.