



December 2, 2014

7535 Hilltop Circle  
Denver, CO 80221  
[www.petro-fs.com](http://www.petro-fs.com)

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

**RE: COGCC Rule 318A.e.: Proposed Spacing Unit  
Arellano R-10-9HC Well: NESE, Section 10, Township 5 North, Range 65 West  
Weld County, Colorado**

Dear Mr. Lepore:

Bayswater Exploration & Production, LLC (Bayswater) is planning to drill the above referenced well in accordance with the provisions set out in Colorado Oil and Gas Conservation Commission (COGCC) Rule 318A.e. Bayswater's Proposed Spacing Unit consists of:

S½SE¼ of Section 9, Township 5 North, Range 65 West  
S½S½ of Section 10, Township 5 North, Range 65 West  
Containing 240 acres more or less

Bayswater is not the only owner within the Proposed Spacing Unit and has provided notice to the remaining owners, as required by COGCC Rule 318A.e.(5). Copies of the required notification letters are on file at Bayswater's office. The required thirty (30) day notice period has elapsed absent the receipt by Bayswater of any objection to their proposal by the owners within the Proposed Spacing Unit for the subject well.

Enclosed is the Proposed Spacing Unit Exhibit to assist in your review and approval of Bayswater's proposed Application for Permit to Drill for the Arellano R-10-9HC Well. Many thanks for your attention to this matter.

Respectfully,

Jeff Annable  
Regulatory Technician  
Agent for Bayswater Exploration & Production, LLC

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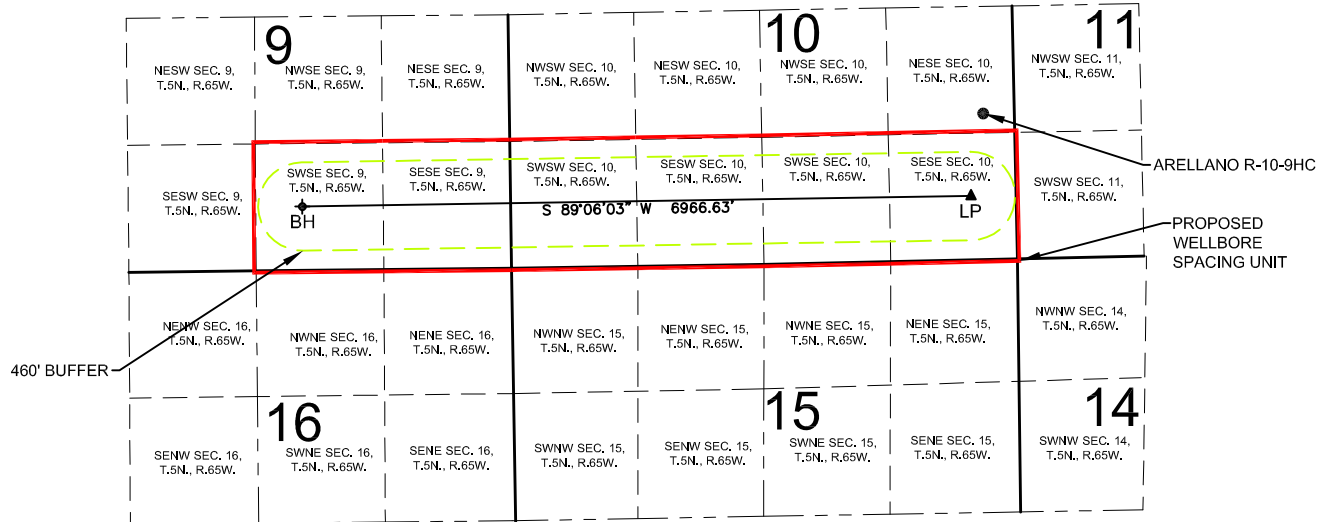
Enclosure: Proposed Spacing Unit Exhibit

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

*-Aristotle*

# PROPOSED 318A.e. SPACING UNIT

## SECTION 9 & 10, TOWNSHIP 5 NORTH, RANGE 65 WEST, 6TH P.M.



WELL **ARELLANO R-10-9HC** TO BE LOCATED 1523' FSL AND 325' FEL, SEC. 10, T5N, R65W

### SURFACE LOCATION

NAD83

LATITUDE= 40.410773°

LONGITUDE= 104.641189°

### LANDING POINT LOCATION

NAD83

LATITUDE= 40.408415°

LONGITUDE= 104.641677°

### BOTTOM HOLE LOCATION

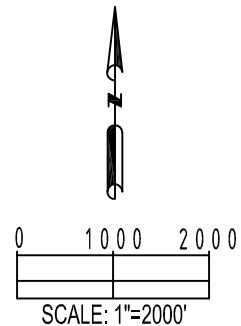
NAD83

LATITUDE= 40.408297°

LONGITUDE= 104.666694°

### LEGEND

- = PROPOSED WELL
- ▲ = LANDING POINT
- ◆ = BOTTOM HOLE
- LP = LANDING POINT
- BH = BOTTOM HOLE



<b>PREPARED BY:</b> <b>PFS</b> Petroleum Field Services, LLC 7535 Hilltop Circle Denver, CO 80221	<b>FIELD DATE:</b> 06-25-14		<b>SURFACE LOCATION:</b> NE 1/4 SE 1/4, SEC. 10, T5N, R65W, 6TH P.M. WELD COUNTY, COLORADO
	<b>DRAWING DATE:</b> 08-22-14	<b>BY:</b> TJR	
	<b>CHECKED:</b> WDW		