



June 22, 2015

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

7535 Hilltop Circle
Denver, CO 80221
www.petro-fs.com

**RE: COGCC Rule 318A.e.: Proposed Spacing Unit
Carlson B-15-16HC Well: NENE, Section 15, 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:

S $\frac{1}{2}$ S $\frac{1}{2}$ E $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 9, Township 5 North, Range 65 West
S $\frac{1}{2}$ S $\frac{1}{2}$ of Section 10, Township 5 North, Range 65 West
N $\frac{1}{2}$ N $\frac{1}{2}$ of Section 15, Township 5 North, Range 65 West
N $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 16, Township 5 North, Range 65 West
Containing 560.00 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 Carlson B-15-16HC Well. Many thanks for your attention to this matter.

Respectfully,

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

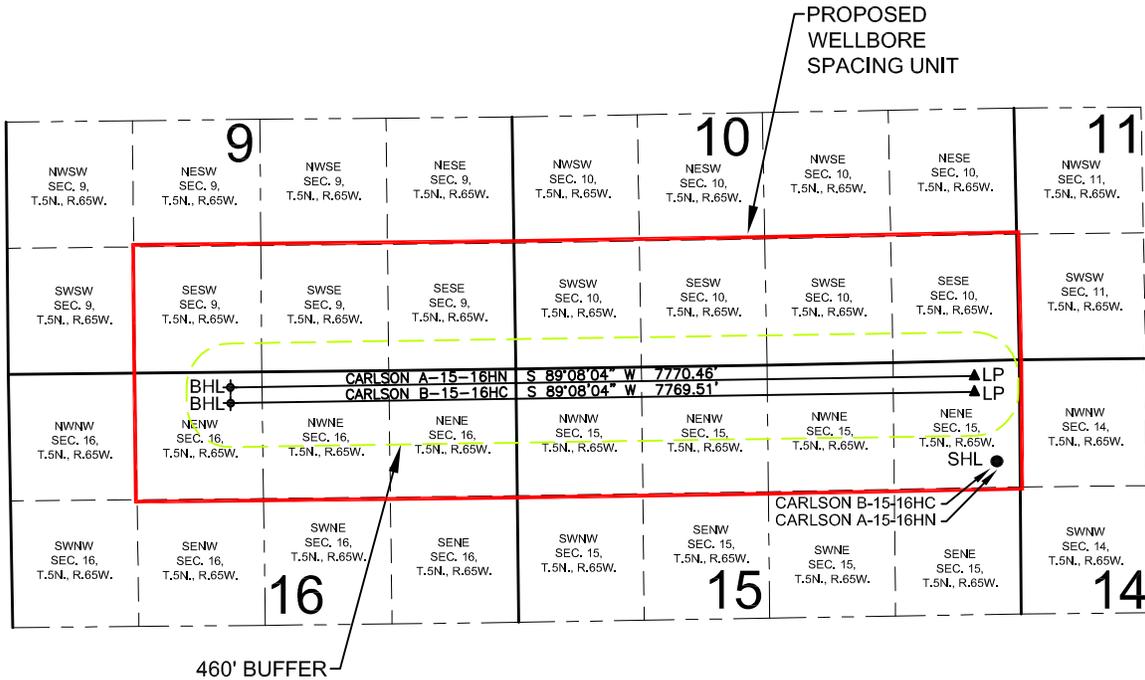
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Enclosure: Proposed Spacing Unit Exhibit

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

-Aristotle

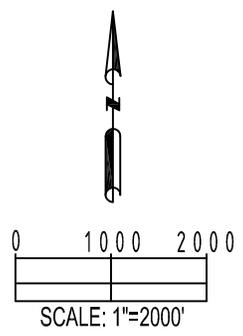
**CARLSON 15-D PAD
 PROPOSED 318A.e. SPACING UNIT
 SEC. 9: S2SE4, SE4SW4
 SEC 10: S2S2
 SEC. 15: N2N2
 SEC 16: N2NE4, NE4NW4**



WELL **CARLSON A-15-16HN** TO BE LOCATED 1057' FNL AND 234' FEL, SEC. 15, T5N, R65W
 WELL **CARLSON B-15-16HC** TO BE LOCATED 1057' FNL AND 249' FEL, SEC. 15, T5N, R65W

LEGEND

- = PROPOSED WELL
- ▲ = LANDING POINT
- ◆ = BOTTOM HOLE
- SHL = SURFACE HOLE
- LP = LANDING POINT
- BHL = BOTTOM HOLE



PREPARED BY:  Petroleum Field Services, LLC 7535 Hilltop Circle Denver, CO 80221	FIELD DATE: 03-20-15	SITE NAME: CARLSON 15-D PAD	PREPARED FOR:  BAYSWATER EXPLORATION AND PRODUCTION, LLC	
	DRAWING DATE: 06-18-15	SURFACE LOCATION: NE 1/4 NE 1/4, SEC. 15, T5N, R65W, 6TH P.M. WELD COUNTY, COLORADO		
	BY: CSG	CHECKED BY: KAD		