



BAYSWATER
EXPLORATION & PRODUCTION, LLC

June 21, 2010

VIA Certified Mail # 7010 1870 0001 6486 5380

James L. Gies, Cheriell M. Gies, and Marguerite Gies
19381 CR 74
Eaton, CO 80615

RE: Surface Owner Notification
Well Name: Gies 19-32, Gies 14-32, Gies 11-32 (3 wells)
Section 32, Township 7N, Range 65W
Weld County, Colorado

Dear James, Cheriell and Marguerite,

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 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. Our records indicate that a consultation occurred on May 12, 2011.
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 with any questions you may have concerning the proposed operations.

Thank you,

Ben Schuessler, Landman

Enclosures