



**BAYSWATER**  
EXPLORATION & PRODUCTION, LLC

**CERTIFIED/RETURN RECEIPT: 7015 0640 0005 0687 3392**

November 16, 2015

Jack R. Schneider  
1223 Baldrige Drive  
Severance, Colorado 80615

**RE: COGCC Rule 318A.a.: Surface Owner Exception Location Consent  
COGCC Rule 318A.c.: Twinning Exception Location Consent  
Schneider 31-L Pad: NESE Section 31, Township 7 North, Range 66 West  
Weld County, Colorado**

Dear Surface Owner:

Bayswater Exploration & Production, LLC (Bayswater) plans to drill twelve (12) wells on the Schneider 31-L Pad, specifically described as:

<b>Schneider M-31-36HN</b>	<b>SHL = 1415' FSL 306' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider N-31-36HC</b>	<b>SHL = 1400' FSL 306' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider O-31-36HN</b>	<b>SHL = 1385' FSL 306' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider P-31-36HN</b>	<b>SHL = 1370' FSL 306' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider Q-31-36HC</b>	<b>SHL = 1355' FSL 305' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider R-31-36HN</b>	<b>SHL = 1340' FSL 305' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider S-31-36HN</b>	<b>SHL = 1325' FSL 305' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider T-31-36HC</b>	<b>SHL = 1310' FSL 305' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider U-31-36HN</b>	<b>SHL = 1295' FSL 305' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider V-31-36HN</b>	<b>SHL = 1280' FSL 304' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider W-31-36HC</b>	<b>SHL = 1265' FSL 304' FEL</b>	<b>Section 31-T7N-R66W</b>
<b>Schneider X-31-36HN</b>	<b>SHL = 1250' FSL 304' FEL</b>	<b>Section 31-T7N-R66W</b>

Pursuant to Colorado Oil and Gas Conservation Commission (COGCC) Rule 318A.a., a well is required to be located within a square with sides 400 feet in length, the center of which is that of any governmental quarter-quarter section, and with sides 800 feet in length, the center of which is that of any governmental quarter section.

Pursuant to COGCC Rule 318A.c., any new well is to be located within 50 feet of an existing well. The proposed surface locations are approximately 538 to 598 feet from the Bosworth Bailey 16-31.

Bayswater is proposing the subject wells outside of the Greater Wattenberg Area (GWA) Drilling Windows and greater than 50 feet from an existing well as agreed to in the Surface Damage and Release Agreement dated July 10, 2015, signed by you and Bayswater.

Jack R. Schneider  
November 16, 2015  
Page Two



**BAYSWATER**  
EXPLORATION & PRODUCTION, LLC

Bayswater respectfully requests your consent to locate the subject wells outside the COGCC Rules 318A.a. GWA Drilling Windows and 318A.c. greater than 50 feet from the existing well. Please sign and date the consent page and return one copy of this letter in the self-addressed stamped envelope provided herein.

If you should have any questions or require additional information, please contact Bayswater at 303.893.2503. Thank you for your consideration of this matter.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jeff Annable".

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

:ja

Enclosures: Copy of letter to be signed and returned  
Self-addressed stamped envelope

**JACK R. SCHNEIDER**

**RE: COGCC Rule 318A.a.: Surface Owner Exception Location Consent  
COGCC Rule 318A.c.: Twinning Exception Location Consent  
Schneider 31-L Pad: NESE Section 31, Township 7 North, Range 66 West  
Weld County, Colorado**

I/We hereby waive the requirements that the subject wells be located within the GWA Drilling Windows and within 50 feet of an existing well, and consent to locating the subject wells where proposed, as it refers to the Schneider M-31-36HN, Schneider N-31-36HC, Schneider O-31-36HN, Schneider P-31-36HN, Schneider Q-31-36HC, Schneider R-31-36HN, Schneider S-31-36HN, Schneider T-31-36HC, Schneider U-31-36HN, Schneider V-31-36HN, Schneider W-31-36HC, Schneider X-31-36HN Wells.

A handwritten signature in black ink, appearing to read "Jack R. Schneider".  
\_\_\_\_\_  
(Surface Owner Signature) 17 Dec 2015  
Date

A handwritten signature in black ink, appearing to read "Jack R. Schneider".  
\_\_\_\_\_  
Printed Name