



June 23, 2016

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  
Ward X-20-19HN Well: SESE Section 20, Township 6 North, Range 66 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:

S½S½ of Section 19 & 20, Township 6 North, Range 66 West  
N½N½ of Section 29 & 30, Township 6 North, Range 66 West  
Containing 640.00 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.(6). 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 Ward X-20-19HN Well. Many thanks for your attention to this matter.

Respectfully,

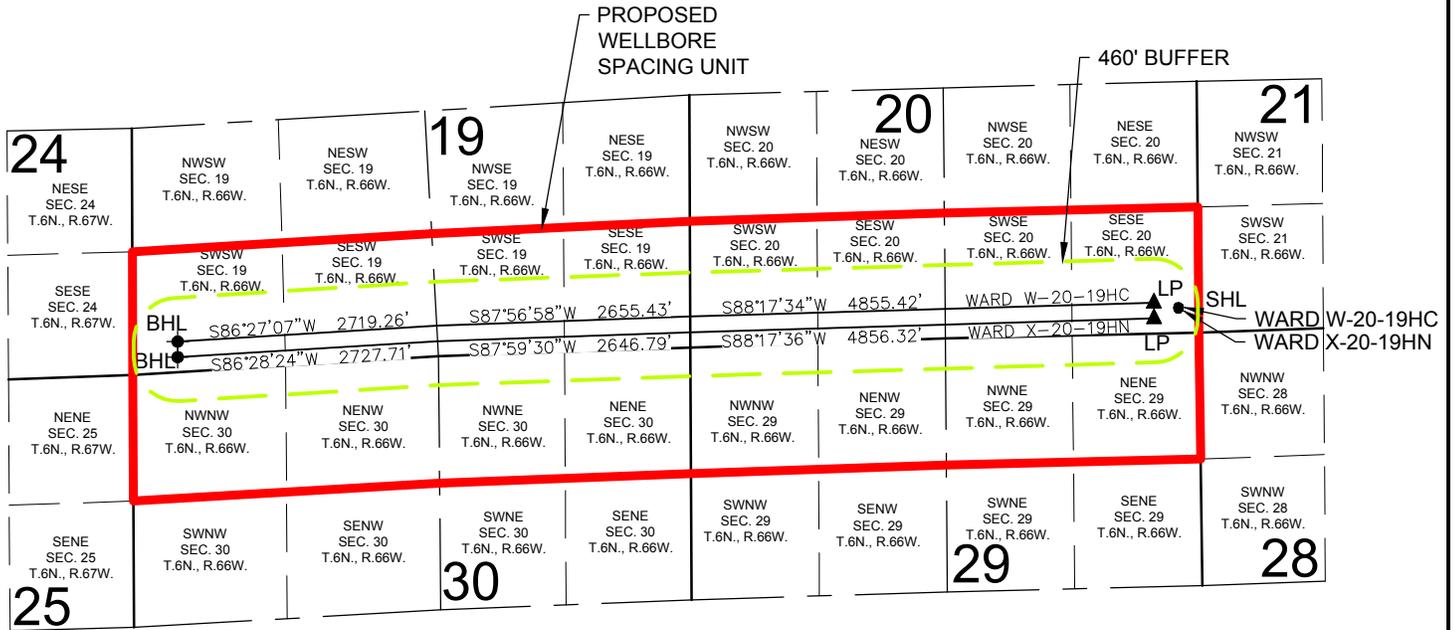
A handwritten signature in blue ink, appearing to read 'Jeff Annable', is written over a light blue circular background.

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

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Enclosure: Proposed Spacing Unit Exhibit

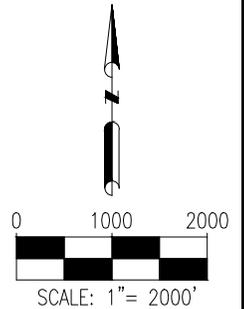
**WARD 20-M PAD  
PROPOSED 318A.e. SPACING UNIT  
SEC. 19 & 20: S2S2  
SEC. 29 & 30: N2N2**



WELL **WARD W-20-19HC** TO BE LOCATED 274' FSL AND 213' FEL, SEC. 20, T6N, R66W  
 WELL **WARD X-20-19HN** TO BE LOCATED 259' FSL AND 213' FEL, SEC. 20, T6N, R66W

**LEGEND**

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



PREPARED BY:  Petroleum Field Services, LLC 7535 Hilltop Circle Denver, CO 80221	FIELD DATE: 10-19-15	SITE NAME: WARD 20-M PAD	PREPARED FOR:
	DRAWING DATE: 02-17-16	SURFACE LOCATION: SE 1/4 SE 1/4 SEC. 20, T6N, R66W, 6TH P.M. WELD COUNTY, COLORADO	
	BY: KAD	CHECKED BY: JLW	 BAYSWATER EXPLORATION AND PRODUCTION, LLC