



December 2, 2014

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.a.: Exception Location Request
COGCC Rule 318A.c.: Twinning Exception Location Consent
Arellano 10-L Pad: NESE Section 10, Township 5 North, Range 65 West
Weld County, Colorado**

Dear Mr. Lepore:

Bayswater Exploration & Production, LLC (Bayswater) is planning to drill 10 horizontal wells on the above referenced pad at the following locations:

Arellano K-10-9HN	1621' FSL, 287' FEL	Section 10-T5N-R65W
Arellano L-10-9HN	1607' FSL, 292' FEL	Section 10-T5N-R65W
Arellano M-10-9HC	1593' FSL, 298' FEL	Section 10-T5N-R65W
Arellano N-10-9HN	1579' FSL, 303' FEL	Section 10-T5N-R65W
Arellano O-10-9HN	1565' FSL, 309' FEL	Section 10-T5N-R65W
Arellano P-10-9HN	1550' FSL, 314' FEL	Section 10-T5N-R65W
Arellano Q-10-9HN	1537' FSL, 319' FEL	Section 10-T5N-R65W
Arellano R-10-9HC	1523' FSL, 325' FEL	Section 10-T5N-R65W
Arellano S-10-9HN	1509' FSL, 330' FEL	Section 10-T5N-R65W
Arellano T-10-9HN	1495' FSL, 335' FEL	Section 10-T5N-R65W

The surface locations of Bayswater's proposed wells have been staked outside of the Colorado Oil & Gas Conservation Commission (COGCC) Rule 318A.a. Greater Wattenberg Area (GWA) Drilling Window and are being permitted as exception locations. In addition, under the COGCC Rule 318A.c. any new Twinning well is to be located within 50 feet of an existing well. Bayswater's proposed wells are located approximately 407 feet from the nearest Oil and Gas well. Bayswater has obtained written permission from the surface owner by way of signed waiver.

Bayswater respectfully requests the COGCC to review the enclosed information and approve the requested exception location and Application for Permit to Drill for the wells on the subject pad. Many thanks.

Respectfully,

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

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

-Aristotle