



February 24, 2012

Mr. David Neslin, Director  
Colorado Oil & Gas Commission  
1120 Lincoln St. Suite 801  
Denver, CO 80203

1801 W. 13<sup>th</sup> Ave  
Denver, CO 80204  
Ph: 303.928.7128  
Rifle Ph: 970.625.4740  
[www.petro-fs.com](http://www.petro-fs.com)

RE: NESE, Sec. 20, T7N-R66W  
Weld County, Colorado  
Well Name: Coalbank Creek 9-20 – 1,722' FSL & 196' FEL – 98' S from Property Line  
Coalbank Creek 10-20 – 1,722' FSL & 216' FEL – 98' S from Property Line

Dear Mr. Neslin,

Bayswater Exploration & Production, LLC is planning to drill the above mentioned wells at the locations listed above. The closest proposed well location has been staked at 98' S of the off-set property owner's property line. The location is being permitted as an exception location. Bayswater Exploration & Production, LLC has obtained written permission contained in a waiver from the surface owner for an exception to COGCC Rule 603.a.(2).

As well, the surface locations of Bayswater Exploration & Production's proposed wells have been staked outside of the 318A.a drilling window. The locations are being permitted as exception locations.

Bayswater Exploration & Production, LLC requests that the COGCC review the enclosed information and approve the requested exception location request and Application for Permit to Drill for the above captioned well. Thank you for your attention to the enclosed.

Very Respectfully,

A handwritten signature in black ink, appearing to be "Kallasandra M. Moran". The signature starts with a large, stylized "K" and ends with a long, horizontal, wavy line.

Kallasandra M. Moran  
Regulatory Technician, Petroleum Field Services  
Agent for Bayswater Exploration & Production, LLC

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

*-Aristotle*