

May 8, 2012

Jack Roy Schneider
11981 County Road 74
Eaton, Colorado 80615



RE: Exception Location Consent

Well Names: BALDRIDGE 1-1, BALDRIDGE 2-1, BALDRIDGE 7-1
BALDRIDGE 8-1, BALDRIDGE 17-1
SCHNEIDER 16-36, SCHNEIDER 20-36, SCHNEIDER 37-36
SWSE Section 36, T7N-R67W
Weld County, Colorado

Dear Mr. Schneider,

Bayswater Exploration & Production, LLC plans to drill the above referenced wells, specifically described as:

- BALDRIDGE 1-1 – 243' FSL & 2154' FEL
- BALDRIDGE 2-1 – 243' FSL & 2198' FEL
- BALDRIDGE 7-1 – 243' FSL & 2214' FEL
- BALDRIDGE 8-1 – 243' FSL & 2169' FEL
- BALDRIDGE 17-1 – 243' FSL & 2184' FEL
- SCHNEIDER 16-36 – 243' FSL & 2124' FEL
- SCHNEIDER 20-36 – 243' FSL & 2139' FEL
- SCHNEIDER 37-36 – 244' FSL & 2109' FEL

The wells are being proposed is outside of the Greater Wattenberg Drilling Window as described in COGCC Rule 318A.a., which requires a well to be within a square with sides 400' in length, the center of which is the center of an governmental quarter-quarter.

By signing this letter you hereby grant your consent for Bayswater Exploration & Production, LLC to locate the above referenced wells outside the 318A.a. drilling window.

Respectfully,

Kristi McRedmond
Petroleum Field Service
Regulatory Technician, Agent for Bayswater Exploration & Production

Signed 
(Landowner Name)

Printed Jack Roy Schneider
(Landowner Name)

Date 22 May 2012

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

-Aristotle