

September 4, 2012

Mr. Matt Lepore, Director  
Colorado Oil and Gas Conservation Commission  
1120 Lincoln St. Suite 801  
Denver, CO 80203

RE: Exception Location Request – 318A.a, GWA Window and Unit Designation  
Exception Location Request – 318A.c., Surface Location  
8 Pad: Casa Loma 5-25 Casa Loma 6-25 Casa Loma 18-25  
Casa Loma 21-25 Casa Loma 22-25 Casa Loma 25-25  
Casa Loma 31-25 Casa Loma 32-25  
Section 26, Township 7N, Range 67W  
Weld County, Colorado

Dear Mr. Matt Lepore,

Bayswater Exploration & Production, LLC (Bayswater), is planning to drill the above mentioned wells to the Codell, Niobrara, Greenhorn, Shannon (Hygiene) and Sussex (Terry) formations.

The surface locations of Bayswater's proposed wells have been staked outside of the 318A.a GWA drilling window. The locations are being permitted as exception locations. Bayswater has obtained written permission contained in a waiver from the surface owner.

Under the COGCC Rule 318A.c any new twinning well is to be located within fifty (50) feet of an existing well. Bayswater is requesting the surface well locations greater than fifty (50) feet from a well. Bayswater has obtained permission, contained in the form of a waiver, from the surface owner.

Bayswater requests that the COGCC review the enclosed information and approve the requested exception location waivers and Application for Permit to Drill for the above captioned wells. Thank you for your attention to the enclosed.

Respectfully,



Corina Santos  
Regulatory Technician  
Agent for Bayswater Exploration & Production, LLC

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

*-Aristotle*