

June 26, 2015

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
Hester Farms 31-H Pad: Lot 2 Section 31, Township 7 North, Range 66 West
Weld County, Colorado**

Dear Mr. Lepore:

Bayswater Exploration & Production, LLC (Bayswater) is planning to drill 12 horizontal wells on the above referenced pad at the following locations:

Hester Farms A-36HN	1589' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400845341
Hester Farms B-36HC	1604' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400845424
Hester Farms C-36HN	1619' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400845444
Hester Farms D-36HN	1634' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400845455
Hester Farms E-36HC	1649' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400845471
Hester Farms F-36HN	1664' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400845487
Hester Farms G-36HN	1679' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400847057
Hester Farms H-36HC	1694' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400847127
Hester Farms I-36HN	1709' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400850717
Hester Farms J-36HN	1724' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400850758
Hester Farms K-36HC	1739' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400850958
Hester Farms L-36HN	1754' FNL, 202' FWL	Section 31-T7N-R66W	Doc#400851007

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 589 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