KERR-MCGEE OIL AND GAS ONSHORE LP

635 N. 7TH AVENUE, BRIGHTON, CO 80601

September 10th, 2010

Lee Roy Nichols 10521 CR 41 Fort Lupton, CO 80621

Re:

Request for Exception to Rule 318A-a Request for Exception to Rule 318A-c

Nichols 2-8, Nichols 17-8, Nichols 24-8, Nichols 21-8: Township 2 North, Range 65 West Section 8: NW ¼ NE¼

Weld County, Colorado

Dear Lee Roy Nichols:

Kerr-McGee Oil and Gas Onshore LP plans to drill the listed oil and gas wells from the above described surface locations.

Rule 318A of the Colorado Oil and Gas Commission's Rules and Regulations requires the well be drilled in a square with sides four hundred (400) feet in length, the center of which is the center of any quarter/quarter, or a square with sides eight hundred (800) feet in length, the center of which is the center of any quarter. Rule 318A of the Colorado Oil and Gas Commission's Rules and Regulations also requires any new twinned well be located 50' or less from an existing oil and gas well. We will drill the wells at the above described location, but we will need this waiver as this location is more than 50' from the existing well and falls outside the legal drilling window.

Please waive both of the above referenced requirements showing your approval by signing below. Should you have any questions, please contact our office. Thank you for your consideration.

Very truly yours,

KERR MCGEE OIL & GAS ONSHORE LP

Travis J Book Landman

I/we waive Rule 318A and approve the above described location.

Lee Roy Nichols, Property Owner

Title: Curren

Date: 10 · / - 10