



October 23, 2009

Department of Natural Resources  
Oil and Gas Conservation Commission  
The Chancery Building  
1120 Lincoln St., Suite 801  
Denver, CO 80203

Re: Request for Exception to Rule 318A.a  
VARRA 37-32  
Township 3 North, Range 67 West  
Section 32: SE/4SE/4  
Weld County, Colorado

Ladies/Gentlemen:

Kerr-McGee Oil & Gas Onshore LP ("KMG") respectfully requests the Director approve an exception to Rule 318A.a to allow the VARRA 37-32 well to be drilled at the above referenced location. Rule 318A.a of the Colorado Oil and Gas Commission's Rules and Regulations requires wells to be drilled/completed in a square with sides four hundred (400) feet in length, the center of which is the center of any quarter/quarter section or in the center of any quarter section with the four sides being (800) feet in length. The well being permitted is an exception location at the request of the surface owner.

KMG has obtained written permission from the surface owner. Should you have any questions, please contact our office. Thank you for your consideration.

Very truly yours,

**Kerr-McGee Oil & Gas Onshore LP**

A handwritten signature in cursive script that reads 'Cheryl Light'.

Cheryl Light  
Senior Regulatory Analyst

:cl



## 318A-a Waiver

August 17, 2009

Garrett Varra  
P.O. Box 2049  
Broomfield, CO, 80038

Re: Request for Exception to Rule 318A-a  
VARRA 20-32: SE/4SE4  
VARRA 24-32: SE/4NE4  
VARRA 37-32: SE/4SE4  
VARRA 39-32: SE/4SE4  
VARRA 41-32: SE/4NE4  
Township 3 North, Range 67 West  
Section 32: E/2  
Weld County, Colorado

Dear Mr. Varra:

Kerr-McGee Oil & Gas Onshore LP ("KMG") plans to drill the above 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 section. Please waive this requirement below showing your approval of the new well being drilled at the location referenced above. Should you have any questions, please contact our office. Thank you for your consideration.

Very truly yours,  
KERR MCGEE OIL & GAS ONSHORE LP

A handwritten signature in black ink, appearing to read 'Dave Haertel'.

Dave Haertel  
Landman

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

*By: Garrett Varra*  
Mr. Garrett Varra

By: *Garrett Varra*  
Owner

Date: 8-17-09