

August 26, 2010

Gilcrest Reservoir LLC
Robert A. Lembke
Rob Anfuso
9171 Towne Centre Dr, Suite 465
San Diego, CA 82122

Re: Request for Exception to Rule 318A-a
PLATTE 26-2: NWNE
Township 3 North, Range 67 West
Section 02: All
Weld County, Colorado

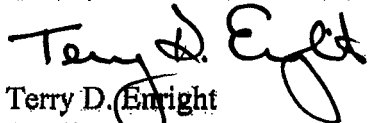
Dear Mr. Lembke and Anfuso :

Kerr-McGee Oil & Gas Onshore LP ("KMG") plans to drill the above oil and gas well from the above described surface location.

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


Terry D. Enright
Staff Landman

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

Gilcrest Reservoir LLC

By: 

Robert A. Lembke

Title: Director

Gilcrest Reservoir LLC

By: 

Rob Anfuso

Title: Director