

SURFACE DAMAGE RELEASE

STATE OF COLORADO §  
  §  
COUNTY OF LAS ANIMAS §

KNOW ALL MEN BY THESE PRESENTS:

THAT Burro Canyon Ranch Attn: Doug Taylor (Surface Owners), as indicated by the Tax Assessor's office in Las Animas County, Colorado, in consideration of the payment by PIONEER NATURAL RESOURCES, USA, Inc. (Operator) to the undersigned of the sum of [REDACTED] in hand paid, the receipt and sufficiency of which is hereby acknowledged, hereby grants unto Operator, its agents, employees, contractors, invitees, licensees, representatives and assigns, the right to enter upon and use a portion of the surface estate as hereinafter described, together with an access route thereto for the unrestricted transportation of vehicles, materials, equipment, personnel and products to and from the drill site location. Further permission is granted to the Operator to dispose produced water from the well in order to control dust on lease roads.

Surface Owner further releases and discharges Operator, its agents, employees, contractors, invitees, licensees, representatives and assigns, from any claim for injuries, losses or damages to the surface and to pasture, grazing or irrigated lands which may be sustained in connection with moving in and out of the drillsite location and in connection with operations conducted on the drillsite location for the drilling and completion of the following well(s):

Nataly Federal 21-18  
See Exhibit "A" attached hereto.  
T33S, R65W Section 18: N/2, SW/4W/2SE/4  
Las Animas County, Colorado

In the event others should claim an interest in the damage payments described above, we agree to be responsible to them for their proportionate share of the damage payments, if any.

The rights, duties and privileges hereunder shall be binding upon and inure to the benefit of the parties hereto, their respective heirs, successors and assigns. All financial terms of this agreement are to be kept confidential by both parties.

IN WITNESS WHEREOF, this instrument is executed this 21 day of Feb., 2007.

WITNESS:

Doug Taylor  
Burro Canyon Ranch, LLC by: Doug Taylor

Received  
FEB 22 2007

STATE OF Colorado §  
COUNTY OF Las Animas §

The foregoing instrument was acknowledged before me this 21st day of February, 2007, by Burro Canyon Ranch Attn: Doug Taylor.

Witness my hand and official seal the day and year last written above.

Jennifer Mathews  
Notary Public

My commission expires: 3-12-2009

