



**Ryan D. Fitzpatrick**  
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November 1, 2011

Shell Frontier Oil and Gas Inc.  
4582 S. Ulster St., Room 503  
Denver, CO 80237  
Attention: Mr. Mark Pippin

Sent by Federal Express

Re: Shell 797-03A Wells  
Section 03-T7S-R97W  
Garfield County, Colorado

Dear Mr. Pippin:

OXY USA WTP LP ("Oxy") requests certain approvals, consents, and waivers from, and that certain elections be made by, Shell Frontier Oil & Gas Inc. and Shell Oil Company (together, "Shell").

**Approvals and Consents**

1. Pursuant to the terms of Article Twenty in that certain Oil and Gas Lease dated June 1, 2004, between Oxy and Shell, as amended, Oxy does hereby request approval of the locations for the following wells:

Shell 697-34-05; 784' FNL, 1,509' FEL,  
Shell 697-34-06; 784' FNL, 1,501' FEL,  
Shell 797-03-08A; 784' FNL, 1,494' FEL,  
Shell 797-03-08B; 783' FNL, 1,486' FEL,  
Shell 797-03-13; 785' FNL, 1,516' FEL,  
Shell 797-03-16; 783' FNL, 1,479' FEL,  
Shell 797-03-21A; 794' FNL, 1,516' FEL,  
Shell 797-03-21B; 793' FNL, 1,508' FEL,  
Shell 797-03-29A; 793' FNL, 1,501' FEL,  
Shell 797-03-29B; 793' FNL, 1,493' FEL,  
Shell 797-03-40; 792' FNL, 1,478' FEL,  
located in Section 03-T7S-R97W, Garfield County, Colorado (the "Wells").

2. Oxy requests that Shell consent, pursuant to Section 7-808 of the Garfield County Unified Land Use Resolution, to Oxy installing temporary employee housing for eight or less individuals in connection with drilling and completion activities related to the Wells.

**Waivers**

1. In connection with the Wells, Oxy requests that Shell waive the requirement in Article Twenty (20) of the Lease that requires Oxy to submit all proposed locations of well sites to Shell at least twenty (20) days before conducting earth work, or conducting any other activity relating to locating a well on the land and before filing an Application for Permit to Drill, Deepen or Re-enter and Operate with the Colorado Oil and Gas Conservation Commission ("COGCC").

Furthermore, with the granting of this waiver, it is agreed and understood between the parties hereto that State Rules 305 and 306 are waived for the purposes of operations to be conducted related to the above referenced wells.

2. In connection with the Wells, Oxy requests that Shell waive all rights to advance notice, consultation, seek a hearing, extend any comment period, and any other similar right pursuant to current and future practices, procedures, rules, and regulations of the COGCC.

### **Elections**

The Colorado Division of Wildlife ("CDOW") has recommended including certain Conditions of Approval ("COAs") not specifically listed in the COGCC Rules in Oxy's permits for the wells described herein. These additional operating requirements can only be imposed with the surface owner's consent.

Each of the COAs (or parts thereof), that require your prior consent are set forth below, together with "Consent" and "Reject" boxes for you to mark with an "X" as to whether you want the COA incorporated into Oxy's permit for the proposed wells:

- Operator shall comply with the CDOW's Wildlife and Domestic Animal Policy including bear specific guidelines.

Consent

Reject

Please make the above mentioned election, and then forward one executed original of this letter to my attention. Thank you for your consideration in this matter. If you have any questions, please feel free to contact me at the above address.

Sincerely,  
OXY USA WTP LP

Ryan D. Fitzpatrick  
Land Negotiator  
Mid-Continent Business Unit

Enclosure – Wildlife and Domestic Animal Policy

**By execution hereof, Shell Frontier Oil & Gas Inc. and Shell Oil Company grant all approvals, consents and waivers requested by Oxy in this letter agreement, as well as make the elections noted above.**

**Shell Frontier Oil & Gas Inc.**

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

**Shell Oil Company**

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_