

**EASEMENT, RIGHT-OF-WAY  
and  
SURFACE USE AGREEMENT**

This Easement, Right-of-Way and Surface Use Agreement ("Agreement") is entered into as of April 16, 2012, by and between David Farley Family Trust, herein referred to as ("Surface Owner"), whose address is 16994 CR 32 Platteville, CO 80651 and Kerr-McGee Oil & Gas Onshore LP, ("KMG") with offices at 1099 18th St. #1800 Denver, CO 80202 covering certain lands, (the "Lands") situated in Weld County, Colorado described as follows:

Township 3 North, Range 66 West of the 6<sup>th</sup> P.M.

Section 23: SE4, more particularly described as Lot B Rec Exempt RE-4640 and W/2SE/4.

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

1. Compensation for Well; Release of All Claims

KMG shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement by and between Surface Owner and KMG, dated April 16, 2012, as full and final settlement and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of KMG drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, mud and reserve pits, wellhead equipment, separators, tank batteries, pipelines, gathering lines, flowlines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, sells, assigns and conveys to KMG an easement and right-of-way for the purpose of constructing, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for one year from the date of commencement of surface activities for drilling operations and so long thereafter as oil or gas is produced or capable of being produced from any well drilled on the Lands, provided however, no easement or right-of-way is granted across any irrigation circle or which would interfere with any existing improvements.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned.

The undersigned have executed this Agreement as of the day first above written.

**Surface Owner**

By: Melba Farley  
Melba Farley

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

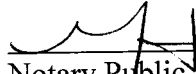
By: David Bell  
David Bell  
Agent & Attorney-in-Fact

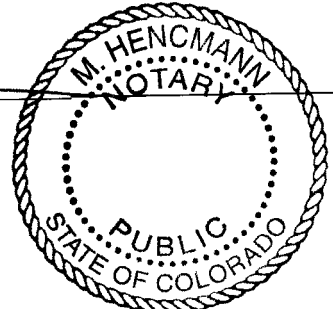
**ACKNOWLEDGEMENT**

STATE OF COLORADO     )  
CITY AND                     )ss  
COUNTY OF DENVER     )

This instrument was acknowledged before me this 17 day of April, 2012, by David Bell, agent & Attorney-in-Fact of Kerr-McGee Oil & Gas Onshore LP, on behalf of said company.

Witness my hand and official seal.

  
\_\_\_\_\_  
Notary Public



My Commission Expires 9-27-2015

My commission expires 9/27/2015

STATE OF COLORADO     )  
                                      )ss  
COUNTY OF WELD         )

The foregoing instrument was acknowledged before me this 16 day of April, 2012, by Melba Farley.

Witness my hand and official seal.

  
\_\_\_\_\_  
Notary Public

My commission expires 11-12-12

CODY L. WAGONER  
NOTARY PUBLIC  
STATE OF COLORADO  
My Commission Expires 11/12/12