

SURFACE USE AGREEMENT

This Agreement is made and entered into this 15th day of July, 2008, by and between Stephen D. Monk Trust c/o Stephen D. Monk – Trustee ("Owner"), whose mailing address is 39640 County Road J, Yuma, CO 80759 and Rosewood Resources, Inc. (hereinafter referred to as Rosewood") whose address is 2711 N. Haskell Avenue, Suite 2800, Dallas, Texas, 75205, collectively, the "Parties".

WITNESSETH:

For and in consideration of the covenants and agreements contained herein, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties agree as follows:

1. Rosewood intends to drill or cause to be drilled an oil and/or gas well ("Well") on the following described lands ("Lands"):

Legal Description:

NW/4 SE/4 Section 07, T4N, R46W
Approximately 1,971' FEL and 2,011' FSL (see attached plat)
Well: Monk #33-07
Yuma County, Colorado

2. In order for Rosewood to drill, construct, complete, produce, maintain and operate the Well and all pipelines, power lines, and other facilities or property of Rosewood associated with the Well, it is necessary that Rosewood enter and utilize the Lands. The Parties hereby agree as to compensation for damages, entry and surface use therefor.
3. Rosewood shall pay Owner the sum of
Owner hereby acknowledges that the Amount represents full, final and agreed consideration for any and all surface damages resulting from Rosewood's operations on the Lands. The Amount is also hereby acknowledged by Owner as full, final and agreed consideration for any and all damages caused or created by reason of the reasonable and customary ingress, egress, rights-of-way, drilling, completion, production and maintenance operations, well locations, and any and all related pipelines, or any other facilities constructed by Rosewood on the Lands. (Payment set out above shall be made as follows, but not more than 30 days prior to drilling operations :)

**100% to: Stephen D. Monk Trust
c/o Stephen D. Monk - Trustee
39640 County Road J
Yuma, CO 80759**

4. Rosewood shall pay _____ for flow lines installed, Rosewood shall bury all pipe lines a minimum of 48" inches in depth.
5. Rosewood agrees to consult with "Owner" as to routes of ingress/egress for any wells drilled on the above described lands, in an attempt to minimize damages to the above described lands. Owner agrees not to unnecessarily withhold his consent as to routes of ingress/egress.
6. Rosewood shall reimburse owner on a mutually agreed to price for existing planted crop damage on a per acre, per bushel basis. In any subsequent year after the completion of said well, any crop damage incurred in excess of an acre at the wellhead do to any work over activity, Rosewood will reimburse tenant on a mutually agreed to bushel per acre and price per bushel basis for damage greater than one acre at the wellhead. CRP ground disturbed during the operations of Rosewood will be restored and reseeded according to FSA seeding recommendations at the sole expense of Rosewood.
7. Except as to any extraordinary or unanticipated loss or damage, Owner does hereby release and hold harmless Rosewood from any and all liability of any nature and further payment for damages on the Lands which arise or may arise from, out of, or in connection with the Well or any pipelines, or other facilities constructed by Rosewood on the Lands for so long as operations are being conducted by Rosewood, its agents, successors or assigns.
8. Owner hereby agrees that by its payment of the Amount, Rosewood has fully complied with the applicable governmental regulations and statutes, if any, relating to the settlement of the damages contemplated herein.
9. Notice by either Party shall be promptly given, orally if possible, and immediately mailed to:

Owner

Stephen D. Monk Trust
c/o Stephen D. Monk - Trustee
39640 County Road J
Yuma, CO 80759
(970) 848-2504

Rosewood

Rosewood Resources, Inc.
Attn: Ginny Burchard
1600 Stout Street, Suite 1510
Denver, CO 80202
(303) 991-4690

This Agreement shall be binding upon and shall inure to the benefit of the Parties, their respective successors, agents and assigns.

IN WITNESS WHEREOF, the Parties hereunto set their hands, the day and year first above written.

Stephen D. Monk Trust

Rosewood Resources, Inc.

By: Stephen D. Monk
Stephen D. Monk - Trustee

By: Dean Jarrett
Dean Jarrett, Landman

MONK #33-07 - STEPHEN D MONK TRUST

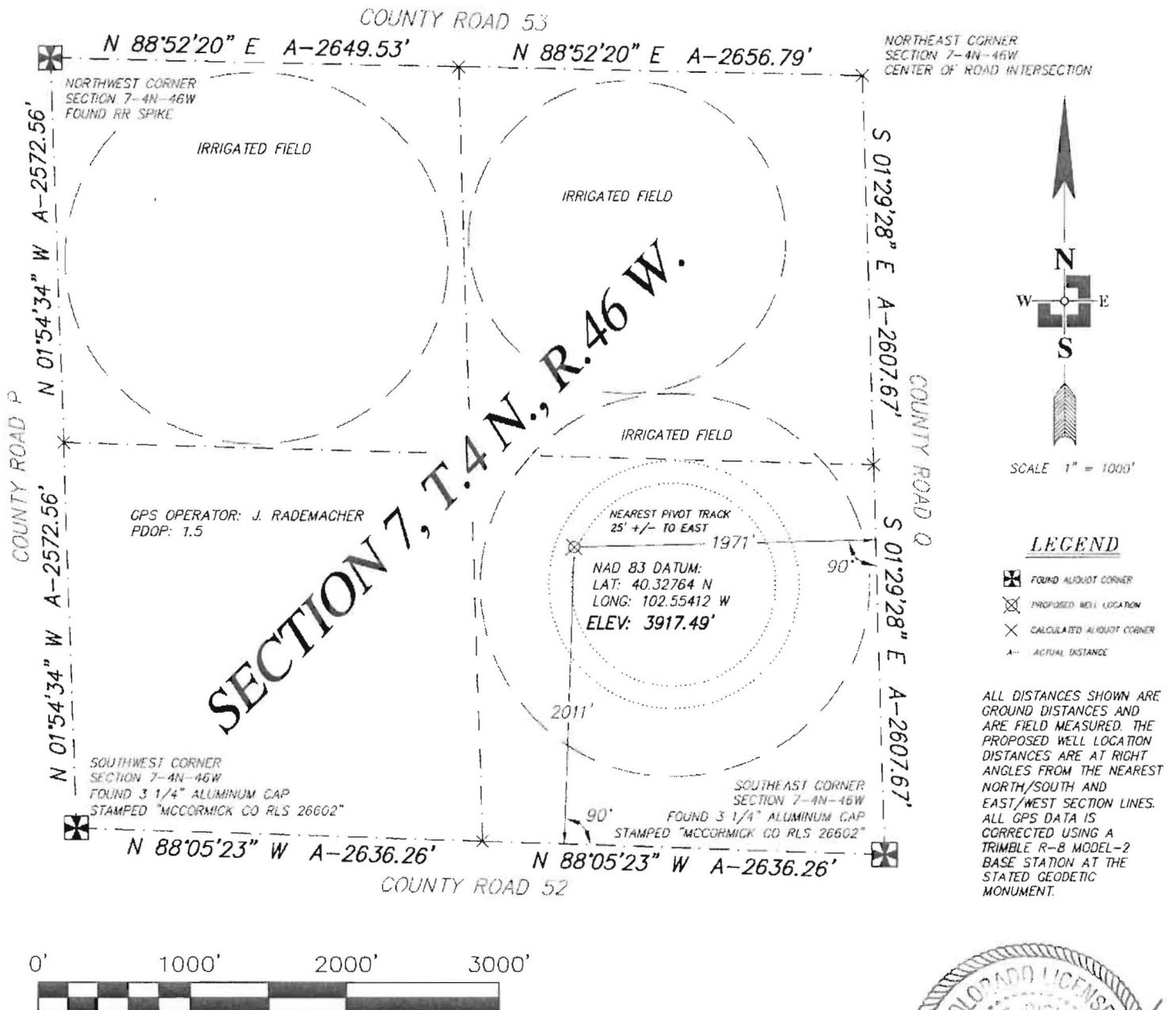
**Please Sign &
Return This Copy**


THE ACCOMPANYING DRAWING IS AN ACCURATE REPRESENTATION SHOWING THE LOCATION OF A PROPOSED WELL. THIS LOCATION MAY BE DESCRIBED AS A POINT 2011 FEET NORTH OF THE SOUTH LINE AND 1971 FEET WEST OF THE EAST LINE OF SECTION 7, TOWNSHIP 4 NORTH, RANGE 46 WEST OF THE 6TH P.M., YUMA COUNTY, COLORADO.

NOTE: THIS IS NOT A LAND SURVEY PLAT
BASIS OF LATITUDE/LONGITUDE AND ELEVATION VALUES ARE
DERIVED FROM GEODETIC SURVEY MONUMENT DESIGNATED
BALDY PID LK0546 LOCATED APPROXIMATELY 5.0 MILES
NORTHEAST OF PROPOSED WELL LOCATION

BASIS OF BEARING IS THE NORTH LINE OF SECTION 7
TOWNSHIP 4N RANGE 46W OF THE 6TH P.M. WHICH IS
ASSUMED TO BEAR S 88°52'20" E

THERE ARE NO VISIBLE IMPROVEMENTS WITHIN 200'



DATE OF FIELD WORK 11 JUNE 2008	DATE OF DRAWING 17 JUNE 2008
WELL NUMBER: MONK 33-07 4N 46W YUMA COUNTY, COLORADO	
LOCATION: SE 1/4 SEC 7 T4N R46W	ROSEWOOD RESOURCES, INC.
 THREE CORNERS SURVEYING AND MAPPING, LLC PO Box 463; 312 Main Street Wray, CO 80758	

SURVEYOR'S CERTIFICATE

I HEREBY CERTIFY THAT, UNDER MY PERSONAL SUPERVISION, THIS WELL LOCATION DRAWING WAS PREPARED FROM AN ACTUAL SURVEY AND THE DATA HEREON IS CORRECT TO THE BEST OF MY KNOWLEDGE.

RYAN E. DICKINSON
COLORADO PROFESSIONAL SURVEYOR
P.L.S. 36571

