

Hz SDA  
7/13/2015

**AGREEMENT FOR SETTLEMENT OF SURFACE DAMAGES  
AND GRANT OF RIGHTS AND WAIVERS**

This Easement, Right-of-Way and Surface Damages Agreement ("Agreement") is entered into as of September 1, 2015, by and between Joann W. Wagner ("Surface Owner"), whose address is 2531 County Road 21, Fort Lupton, CO 80621 and Kerr-McGee Oil & Gas Onshore LP ("KMG"), with offices at 1099 18<sup>th</sup> Street, Suite 1800, Denver, Colorado 80202, covering certain lands (the "Lands") situated in Weld County, Colorado, described as follows:

Township 1 North, Range 67 West of the 6th P.M.

Section 22: part of the S/2NE/4, Lot B of Subdivision Exemption No. 405, recorded July 30, 1991 in Book 1306 as Reception No. 02257832

**NOW, THEREFORE**, in consideration of the mutual promises contained herein, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties agree as follows:

1. Compensation; Release of All Claims

KMG shall pay to Surface Owner the sum set forth in that certain Agreement Regarding Compensation between Surface Owner and KMG entered into contemporaneously with this SDA, as full consideration 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's operations on the Lands, including, but not limited to, KMG's drilling and completion operations, its continuing activities for the production and transportation of oil, gas, other hydrocarbons, water or products associated with such operations and activities, use of the surface of the Lands, ingress, egress, access roads, mud and reserve pits, wellhead equipment, separators, tank batteries, pipelines, gathering lines, flowlines, pipeline interconnections, electrical lines and equipment, and any and all other reasonable and customary uses of the Land related to all such operations or activities.

2. Acknowledgement of Rights and Easements of KMG

Surface Owner acknowledges and understands that KMG, as owner or lessee of the oil and gas estate in the Lands, owns an easement and right-of-way that burdens the Lands, and that KMG has a continuing right and entitlement to use the surface of the Lands for its operations, including, but not limited to, access, construction, operation, maintenance, repair and replacement of temporary above-ground water lines and completion fluid lines, subsurface flowlines, gathering lines and other pipelines, data transmission lines, electrical lines and related equipment (both subsurface and above-ground) that may be necessary or convenient to its operations on the Lands.

3. Grant of Additional Rights and Easements

Surface Owner grants to KMG the following:

(i) the right to locate on the Lands at locations to be determined by KMG an easement and right of way for above-ground and subsurface utilities for use related to operations on the Lands. Surface Owner agrees that the easement and right-of-way will be on the form attached to this SDA and labeled Attachment 1.

4. Pipeline Easement and Right-of-Way

Surface Owner agrees to negotiate in good faith with Kerr-McGee Gathering LLC, an affiliate of KMG, or another third party gatherer designated by KMG the location of an easement and right-of-way on the Lands for the construction, use, maintenance, and replacement of pipelines for the transportation of hydrocarbons and water from the Lands and other lands, and associated electric power lines, data transmission lines and equipment. Surface Owner agrees that the pipeline easement and right-of-way will be on the form attached to this SDA and labeled Attachment 2.

5. Waivers

Surface Owner, for itself and its successors and assigns, hereby waives the right to, and covenants not to, protest or object to the use of the surface of the Lands as provided in this SDA. Furthermore, Surface Owner and its successors and assigns will provide KMG and its successors and assigns with all written waivers and other evidence of support they may reasonably require to obtain permits from the Colorado Oil and Gas Conservation Commission ("COGCC") or any local jurisdiction.

6. Assignment

KMG may assign this SDA in whole or in part.

7. Binding Agreement


The terms of this SDA shall constitute covenants running with the land and shall be binding upon the heirs, executors, administrators, successors, and assigns of the parties hereto.

8. Counterpart Signatures

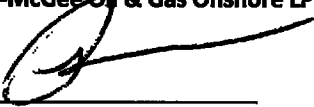

This SDA may be executed in any number of counterparts, each of which shall be deemed an original instrument but all of which together shall constitute one and the same instrument.

The undersigned have executed this SDA on the date first above written.

Surface Owner

By:   
Joann W. Wagner

Kerr-McGee Oil & Gas Onshore LP

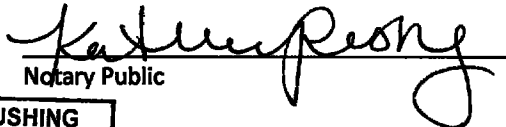
By:   
Ronald H. Olsen  
Agent & Attorney-in-Fact 

**ACKNOWLEDGEMENTS**

STATE OF colorado )  
 )ss  
COUNTY OF Denver )

The foregoing instrument was acknowledged before me this 1 day of September 2015, by Joann W. Wagner.

Witness my hand and official seal.

  
Notary Public

My commission expires NOTARY PUBLIC  
KATHERINE ANNE RUSHING  
STATE OF COLORADO  
NOTARY ID 20154010167  
COMMISSION EXPIRES MAR. 12, 2019

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

This instrument was acknowledged before me this 2<sup>nd</sup> day of Sept 2015, by Ronald H. Olsen, Agent & Attorney-in-Fact of Kerr-McGee Oil & Gas Onshore LP, on behalf of said limited partnership.

Witness my hand and official seal.

  
Notary Public

My commission expires 10/3/2018

LESLIE MIRANDA  
NOTARY PUBLIC  
STATE OF COLORADO  
NOTARY ID 20144038677  
COMMISSION EXPIRES OCT. 03, 2018

WAGNER 8-22HZ PAD LAND COVERED BY SDA

SECTION 22 T1N R67W

