

### **SURFACE USE AGREEMENT**

This Surface Use Agreement ("**Agreement**") is made and entered into effective as of the 24 day of July, 2017 ("**Effective Date**"), by and between the Hawthorne Family Limited Partnership, Ltd., whose address is 2126 County Road S, Wiggins CO, 80654, ("Grantor"), and Burlington Resources Oil & Gas Company LP, a Delaware Corporation, whose address is Attn: Manager, Real Property Administration, PO Box 7500, Bartlesville, OK 74004-7500 ("Grantee").

### **RECITALS**

- A.** Grantor owns the surface estate or otherwise controls the surface rights in and to property located in Township 4 South, Range 64 West, Section 8, Arapahoe Colorado, as more particularly described and depicted on **Exhibit A**, attached hereto and made a part hereof ("**Property**").
- B.** Grantee owns or operates oil and gas leases and rights and may become holder of other oil and gas leases and rights underlying or in the vicinity of the Property ("**Leases**") and desires to enter on the Property for the purposes of conducting oil and gas operations under or related to the Leases ("**Operations**").
- C.** In addition to the rights granted in the Leases, Grantee desires to obtain the right to use the Property for the purpose of access to and from the Leases and right(s)-of-way related to Grantee's Operations.
- D.** Grantor and Grantee desire to stipulate, confirm and agree on the rights held by Grantee, and to the extent necessary to effectuate and support Grantee's Operations, the rights herein granted by Grantor to Grantee and the consideration and compensation as applicable to be paid for or in connection with such rights.

### **AGREEMENT**

For and in consideration of TEN AND NO/100 DOLLARS (\$10.00), the foregoing recitals and the terms, covenants and conditions contained herein, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, Grantor and Grantee agree as follows:

#### **1. Surface Access Rights.**

- A. Right-of-Way.** Grantor grants to Grantee and its agents, employees, and others authorized by them a private easement and right-of-way upon and across the Property to conduct its Operations, including without limitation, the rights to (a) locate, drill, complete, operate, and maintain wells and well pads and associated production equipment on the Property; (b) to construct, operate and maintain access roads, (c) to lay, construct, operate, inspect, maintain, repair, replace with same or different size pipe, remove, or abandon in place pipeline(s), compressor(s) power line(s) and/or communication line(s), and other facilities related to the Operations ("**Right-of-Way**"). Such Right-of-Way also includes the Ancillary Rights described in Paragraph 8, and the right for Grantee to construct from time to time and at any time or times additional pipelines, appurtenances, valves, metering equipment, cathodic protection, wires, conduits, cables, and/or

underground power lines and other facilities needed for its Operations within the Right-of-Way granted. The Right-of-Way for the roads, pipeline(s), compressor(s), power line(s) and/or communication line(s) will not exceed 60 feet in width. Grantee may use an additional 20 feet along and adjacent to the Right(s)-of-Way during construction, repair or maintenance periods.

- B. Grantor warrants that it is the owner of the Property and has the legal right to grant the Right-of-Way described herein and that Grantee will have the quiet use and enjoyment of the Property in accordance with the terms and conditions of this Agreement.

**2. Location of Right-of-Way.**

- A. The Right-of-Way will be located approximately as specified and illustrated on the attached Exhibit B.

B. **Setbacks.** For a period of seven (7) years from the date of Grantors execution of this Agreement, Grantor will not plat lots to build or construct commercial, industrial, residential, or recreational facilities proposed within 1,000 feet of Grantee's Right-of-Way (the "1,000 Foot Buffer Area").

3. **Colorado Waiver of Notice and Consultation.** With respect to the Rules and Regulations ("Rules") of the Colorado Oil and Gas Conservation Commission ("COGCC"), Grantor waives the right to receive notices and/or to comment as set forth in COGCC Rules. Grantor hereby also waives any and all rights to consultations and/or meetings as set forth in COGCC Rules. Grantor acknowledges the receipt from Grantee of the information brochure for surface owners described in COGCC Rules. Grantor acknowledges and agrees that Grantee has complied with all notice, meeting, comment and consultation requirements of COGCC Rules 305 and 306. Grantor also waives the right to receive any required notice or give consent under the county or city code of the county or city in which the Property is located in connection with the matters addressed herein.

4. **Grantor Use of Property.** Grantor expressly acknowledges that this Agreement will be deemed to be specifically applicable to, and to fully satisfy, the obligation of Grantee to reasonably accommodate Grantor's use of the surface of the Property, existing or future, and Grantor waives any statutory or common law claims to the contrary. Further, Grantor acknowledges that Grantee's proposed use of the Property reasonably accommodates the Grantor by minimizing intrusion upon and damage to the Property, and that Grantee has fully complied with Colorado's statutory reasonable accommodation doctrine at Colo. Rev. Stat. §34-60-127, as amended or re-codified, and the related common law doctrine. Grantor agrees that Grantee will have the right to fence and will have exclusive use of the well pads located within the Right-of-Way, and Grantor specifically agrees not to place or store any personal property or material of any kind on any well pad, including but not limited to placing or storing vehicles, farm equipment, hay or other crops on any well pad. Following notice to Grantor, Grantee may remove any such equipment from the Right-of-Way to another location on the Property, at Grantor's risk and expense.

5. **Compensation.** Consideration for the rights granted hereunder and compensation for damages incurred with respect to Grantee's use of any of the Property, for the purposes stated herein, is provided for in a separate Unrecorded Consideration and Compensation Agreement ("UCCA") between Grantor and Grantee signed concurrently with this Agreement.

6. **Release.** Grantor, and on behalf of his heirs, executors, administrators, successors and assigns, as applicable, acknowledges the receipt and sufficiency of all compensation and consideration paid by Grantee pursuant to this Agreement as full and complete settlement for and as a release of all claims for loss, damage or injury to the Property arising out of Grantee's Operations.

7. **Conduct of Operations.**

- A. Grantee shall conduct its Operations in a safe and workmanlike manner and in compliance with all applicable federal, state or local laws, rules or regulations.
- B. Grantee will design and construct well locations to provide a safe working area while reasonably minimizing the total surface area disturbed.
- C. At the time any access road is initially constructed, Grantee will install a cattleguard and/or gate at each existing fence line crossed by such access road.
- D. Grantee shall maintain all disturbed areas affected by drilling or subsequent Operations to control dust and minimize erosion. During the term of this Agreement, Grantee shall keep all disturbed areas as reasonably free of noxious weeds as practicable.
- E. Grantee will have the right to clear all trees, undergrowth and other obstructions from the Right-of-Way.
- F. Grantor will not impound water or build, construct, create or install, nor permit others to impound water or build, construct, create or install, any buildings, structures, fences, trees, engineering works, or any obstructions on the Right-of-Way and Grantor will not change the grade of the Right-of-Way without the express written consent of Grantee.
- G. Grantor agrees that during times of construction or other significant work, Grantee may park vehicles in areas near the work site or along roads.
- H. Grantee may store material (e.g., soil and gravel) excavated from the Property on the Right-of-Way to be used for construction or reclamation of the Right-of-Way. Grantee also may import material from off of the Property for construction or reclamation of the Right-of-Way. After constructing the Right-of-Way, if Grantee determines that there is material in excess of what is required for reclamation that can reasonably be stored on the Right-of-Way, then Grantee may deliver said excess material to a location on the Property that is mutually acceptable to Grantee and Grantor. Any such excess material so delivered will become the sole responsibility of Grantor, and Grantee will have no further responsibility for said excess material. Should a mutually acceptable location on the Property not be found, then Grantee will remove such excess material from the Property.
- I. Grantor hereby grants permission for any local electric company to raise, move and install utility lines on the Property when requested by Grantee in connection with the Right-of-Way. Grantor agrees to execute utility easements with such local electric company as necessary to comply with this provision.

8. **Ancillary Rights.** In addition to the other rights granted herein, Grantee will be entitled to, and is granted a right-of-way and easement to use the surface and any subsurface interests owned by Grantor in connection with the Property (e.g., minerals, pore spaces, dirt, rock,

etc.) to drill, complete, produce, deepen, rework, drill additional laterals or wells, frac, re-frac and recomplete vertical wells, directional and/or horizontal wells (collectively referred to as "Wells") under and through the Property to reach lands not covered by this Agreement and which Wells have bottom hole locations (if vertical wells) or horizontal drainhole locations (if horizontal wells) on lands not covered by this Agreement.

**9. Reclamation.**

- A. As to all disturbed areas affected by Grantee's Operations, that are no longer needed or used for construction or operation of any facilities, or upon termination of this Agreement, Grantee shall commence operations and continue in a diligent manner to fully reclaim and re-seed areas to a condition as similar as is practicable to that existing prior to the commencement of Grantee's activities, or in accordance with any then applicable federal, state or local laws and regulations, and in accordance with these provisions.
- B. Grantee shall consult with Grantor regarding seed mix to be used for reseeding.
- C. Grantee shall notify Grantor prior to final reclamation operations on the Property, including plugging and abandonment, and shall comply with any federal, state or local notification rules, regulations or requirements. Grantee shall use its reasonable efforts to consult in good faith with Grantor regarding all aspects of final reclamation, including but not limited to timing of such operations, topsoil protection and reclamation of the Property.

**10. Designated Contact Person.** Grantor and Grantee designate the following as their primary contact person for discussions, consultation and/or notification purposes:

**GRANTOR:**

Hawthorne Family Limited Partnership, Ltd.  
c/o Rex Hawthorne  
2126 County Road S  
Wiggins CO, 80654

**GRANTEE:**

Burlington Resources Oil & Gas Company, LP  
Real Property Administration  
PO Box 7500  
Bartlesville, OK 75005-7500

**And to:**

ConocoPhillips Company  
Attn: PTRRC  
Property Tax, Real Estate, Right of Way and Claims  
34501 E. Quincy Ave, Building #1  
Watkins, CO 80137  
Phone: 303-268-3711  
Fax: 303-268-3730

All notices and communications required or permitted under this Agreement must be in writing and addressed as set forth above. Any communication or delivery hereunder will be deemed to have been duly made and the receiving Party charged with notice, whether personally

delivered, sent by facsimile transmission, mail or overnight courier, when received. Grantor or Grantee may notify the other of a change in its designated contact person.

11. **Assignability.** This Agreement may be assigned by Grantee without Grantor's consent to any person or entity holding an oil and gas leasehold interest in the Property but may not otherwise be assigned without Grantor's prior written consent, which must not be unreasonably withheld, conditioned or delayed. Failure to respond to a request for consent to assign within 30 days after receipt of the request will be deemed consent to the assignment. Such assignment will act to terminate the assigning party's duties, obligations, and liabilities under this Agreement from and after the effective date of the assignment, with the exception of any monetary obligations accruing prior to such date.
12. **Binding Effect.** All provisions of this Agreement will be binding on and inure to the benefit of Grantor and Grantee and their heirs, executors, administrators, successors and assigns.
13. **Term.** This Agreement will be effective as of the date it is fully executed and will remain in force and effect as to all of the Property for as long as the oil and gas lease pursuant to which any wells located on the Property are or were drilled remain in effect and for a period of 1 year following termination of such oil and gas leases and rights.
14. **Will Not Diminish Other Rights.** This Agreement is a clarifying and confirming document and must not be construed as a waiver of any rights Grantee has under any other agreement or instrument pertaining to the Property. If it becomes necessary or desirable to utilize locations materially different from those agreed upon due to regulatory requirements or otherwise, the parties will negotiate a modification to this Agreement.
15. **Indemnity.** Grantee hereby agrees to indemnify, defend and hold Grantor harmless from and against all losses, damages, claims, demands and suits (including court costs and reasonable attorney's fees) that Grantor may incur or be liable for (collectively, "Claims"), to the extent that such Claims result directly from Grantee's exercise of the rights granted hereunder, EXCEPT to the extent any such Claims result from or are attributable to the negligence, gross negligence, willful misconduct or malicious acts (or omissions) of Grantor, its agents, employees, contractors or representatives.
16. **Force Majeure.** Neither Grantor nor Grantee will be liable to the other for any damages for failure to perform its obligations under this Agreement due to fire, earthquake, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, acts of terrorism, strike or labor disputes and other like casualty or other causes beyond its reasonable control (including but not limited to inability to complete reclamation responsibilities; provided, however, that such responsibilities will continue but with an extension of the completion deadline), nor for damages caused by public improvements or condemnation proceedings.
17. **Transfer of Grantor's Interest.** No transfer of Grantor's interest, by assignment or otherwise, will be binding on Grantee until Grantee has been furnished with written notice, including copies of all recorded instruments or documents and other information necessary to establish a complete chain of record title from Grantor. No present or future division of Grantor's ownership as to different portions or parcels of the Property will operate to enlarge the obligations or diminish the rights of Grantee, and all Grantee's Operations may be conducted without regard to such division.

- 18. Amendments.** This Agreement may only be amended by the written agreement of both parties.
- 19. Headings.** Paragraph headings or captions in this Agreement are for reference and convenience only and in no way define, limit, extend or describe the scope of this Agreement or the intent of any provision.
- 20. Construction of Agreement.** Whenever required by the context of this Agreement, the singular will include the plural, and vice versa, and the masculine gender will include the feminine and neuter genders, and vice versa. The provisions of this Agreement have been independently, separately and freely negotiated by Grantor and Grantee as if drafted by both. The parties waive any statutory or common law presumption that would serve to have this Agreement construed in favor of or against either of them.
- 21. Applicable Law.** This Agreement will be governed by and interpreted in accordance with the laws of Colorado, excluding any choice of law provisions that would refer the matter to the laws of another jurisdiction.
- 22. Notice of Breach or Default.** An alleged breach or default by Grantee of any obligation under this Agreement, or the failure of Grantee to satisfy any condition or limitation contained in this Agreement, will not work as forfeiture or termination of this Agreement, nor be grounds for cancellation of this Agreement in whole or in part. Grantor will not initiate litigation with respect to any alleged breach or default by Grantee under this Agreement for a period of at least 30 days after Grantor has given Grantee written notice fully describing the breach or default, and if Grantee does not dispute the breach, then only if Grantee fails to remedy or commence to remedy the breach or default within such period.
- 23. Relationship of Grantor and Grantee.** Grantor and Grantee acknowledge and agree that this Agreement does not create any special relationship between them including, without limitation, that of joint venturers or partners. Nothing in this Agreement will be construed to establish a fiduciary relationship, a relationship of trust or confidence or a principle-agent relationship between Grantor and Grantee for any purpose.
- 24. Severability.** If any provision of this Agreement is illegal, invalid or unenforceable under present or future laws applicable to this Agreement, Grantor and Grantee intend that the remainder of this Agreement will remain in full force and effect so as to fulfill as fully as possible their intent as expressed by the then existing terms of this Agreement, including the invalidated provision.
- 25. Merger of Prior Agreements.** This Agreement and that separate unrecorded Consideration and Compensation Agreement contain the sole and entire agreement and understanding of Grantor and Grantee with respect to the Right-of-Way and will supersede all prior agreements, if any, insofar as they pertain to the Right-of-Way. All prior discussions, negotiations, commitments and understandings relating to the Right-of-Way are merged into this Agreement.
- 26. Counterparts.** This Agreement may be executed in two or more original counterparts, all of which together will constitute one and the same Agreement.

**EXECUTED** as of the date of acknowledgement, but this Agreement is effective as of the Effective Date.

**GRANTOR:**

**Hawthorne Family Limited Partnership,  
LTD**

By: Rex Hawthorne

Printed Name: Rex Hawthorne

Title: Representative

Date: 7-24-17

**GRANTEE:**

**Burlington Resources Oil & Gas  
Company LP**

By: J.D. Adkins

Printed Name: J.D. ADKINS

Title: Attorney-in-Fact

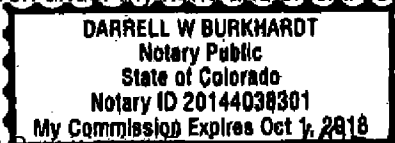
Date: August 9, 2017

# ACKNOWLEDGMENTS

State of Colorado }  
 }  
 County of Arapahoe }

I, the undersigned authority, a Notary Public in and for said County in said State, hereby certify that Rex Hawthorne, whose name as Representative of the Hawthorne Family Limited Partnership, LTD is signed to the foregoing Surface Use Agreement, and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument, he, as authorized agent and with full authority, executed the same voluntarily and as the act of said Hawthorne Family Limited Partnership, LTD.

Given under my hand and official seal, this the 24 day of July, 2017.



[Signature]  
 Notary Public

My Commission Expires 10-1-2018

State of Texas }  
 }  
 County of Harris }

I, the undersigned authority, a Notary Public in and for said County in said State, hereby certify that J.D. Adkins, whose name as Attorney In Fact of ConocoPhillips Company is signed to the foregoing Surface Use and Compensation Agreement, and who is known to me, acknowledged before me on this day that, being informed of the contents of the instrument she, as authorized agent and with full authority, executed the same voluntarily and as the act of said corporation.

Given under my hand and official seal, this the 9 day of August, 2017.

[Signature]  
 Notary Public

My Commission Expires 5-19-2021

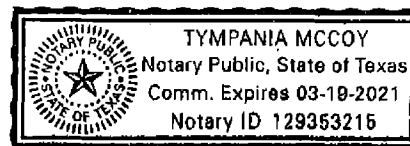




Exhibit A

Attached to and made a part of that certain  
Surface Use and Compensation Agreement  
dated 7-24, 2017  
by and between  
Hawthorne Family Limited Partnership, LTD  
and  
Burlington Resources Oil & Gas Company LP

Property

The NW/4 and E/2 of Township 4 South, Range 64 West, Section 8, Arapahoe County,  
Colorado

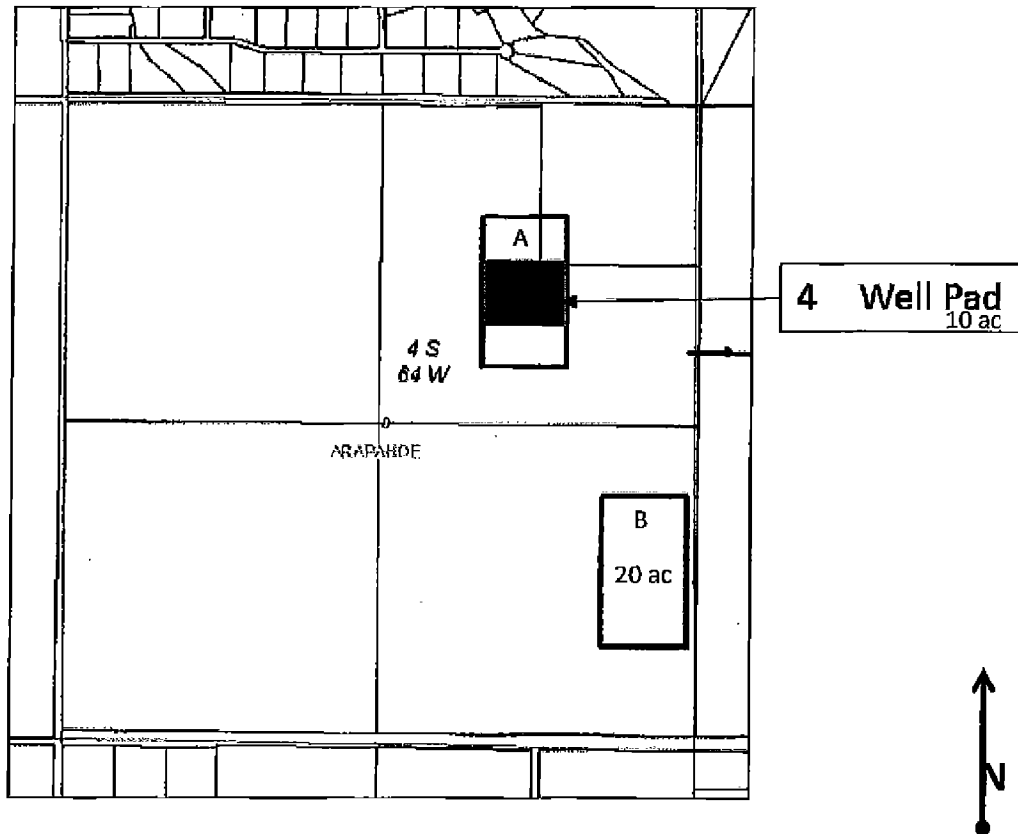
EXHIBIT B

**Section 8 T4S R64W**

OGOA "A" – 20 Acres

OGOA "B" – 20 Acres

**TOTAL – 40 Acres**



All footages and acreages are approximate and will be verified by survey before construction.