

SURFACE USE AGREEMENT

THIS AGREEMENT is made and entered into this 6th day of October, 2018, by and between Mark I. McHone and Patricia E. McHone, husband and wife, hereinafter called Grantor, and Grand Mesa Operating Company, hereinafter called Grantee. For and in consideration of the sum of

and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Grantor and Grantee agree to the following terms and conditions in connection with the drilling of the Grand Canyon #1-31 Well to be drilled on lands owned by Grantor situated in Lincoln County, Colorado, described as follows, to-wit:

Township 7 South, Range 54 West
Section 31: NE/4

For the consideration herein above paid, the Grantor does hereby agree to protect, indemnify and save Grantee, its employees, agents and contractors free and harmless from any and all claims, damages, demands and causes of action arising directly or indirectly in connection with the above-mentioned operations and to relieve Grantee, its employees, agents and contractors from any and all liability incurred directly or indirectly as a result of such operations.

The Grantor, does hereby further agree that the payment and acceptance of the consideration set forth above is in full and complete payment, settlement, compromise and satisfaction of any and all losses, liabilities, claims, damage, demands and causes of action accrued or accruing to the Grantor, their respective employees and/or tenants arising directly or indirectly in connection and contractors and that such payment is in no way an admission of liability by Grantee, its employees, agents and contractors.

