

**EXHIBIT "B" OIL AND GAS LEASE  
SURFACE LIMITATION RIDER**

ATTACHED TO AND BY REFERENCE MADE A PART OF THAT CERTAIN OIL AND GAS LEASE made as of \_\_\_\_\_ day of \_\_\_\_\_, 2022, by and between **Kenai Peninsula Borough**, hereinafter called 'Lessor', and **Hilcorp Alaska, LLC**, hereinafter called 'Lessee'.

**LEGAL DESCRIPTION**

Township 3 South, Range 14 West, Seward Meridian, Alaska

Section 30: The North 2/5 of Government Lot 1 Lying East of Sterling Highway  
Tax ID 15920002 - Containing 7.49 acres

Containing 7.49 acres, more or less.

**SURFACE LIMITATIONS.** Pursuant to Kenai Peninsula Borough Code of Ordinances Section 17.10.100(J), the Lessee waives the right to use the surface estate unless provided by separate agreement with Lessor. Lessee agrees that it will conduct no operations on the surface of said land, unless agreed upon between the surface owner and Lessee. It is further agreed and understood that Lessee shall have the right to drill and operate directional wells through and under said land, irrespective of the bottom whole locations of said wells. To this end, Lessor hereby grants to Lessee a subsurface easement for all purposes associated with such directional wells. Lessee agrees that said subsurface easement shall commence at and continue below the depth of 500 feet. To the extent that terms in this Exhibit "B" conflict with those in the Lease, the terms in this Exhibit "B" shall govern.

**KENAI PENINSULA BOROUGH**

Signature: \_\_\_\_\_ Date \_\_\_\_\_  
Mike Navarre, Mayor

ATTEST: APPROVAL AS TO FORM AND  
LEGAL SUFFICIENCY:

\_\_\_\_\_  
Michele Turner, CMC  
Acting Borough Clerk

\_\_\_\_\_  
A. Walker Steinhage,  
Deputy Borough Clerk

**HILCORP ALASKA, LLC**

Signature: \_\_\_\_\_ Date \_\_\_\_\_  
Luke Saugier, Senior Vice President