FARMOUT & ROYALTY PROCEDURE ELECTIONS AND AMENDMENTS

1. **Effective Date (Clause 1.01)**: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
2. **ORR Conversion Date (Clause 1.01)**: If applies, \_\_\_\_ months after rig release and Alternate \_\_\_\_ (Specify 1 or 2).
3. **Volume Recovery (Clause 1.01)**: If applies, \_\_\_\_\_\_\_\_\_ cubic meters of Equivalent Production.
4. **Incorporation Of Provisions From 2015 CAPL Operating Procedure (Clause 1.02):**
5. Definition of Market Price: Optional sentence will \_\_\_\_/will not \_\_\_\_\_ apply.
6. Subclause 3.11C (Insurance): Alternate \_\_\_\_ will apply (Specify (a) or (b))
7. Clause 18.01 (Confidentiality Requirement): Optional sentence will \_\_\_\_/will not \_\_\_\_ apply.
8. **Evaluation Of Horizontal Leg (Paragraph 3.01D(b)**: Optional Paragraph will \_\_\_/will not \_\_\_ apply.
9. **Evaluation Of Test Well (Paragraph 3.01D(d)**: Optional Paragraph will \_\_\_\_/will not \_\_\_\_\_ apply.

If applies: (i) \_\_\_\_\_\_ cumulative production days; and (ii) \_\_\_\_\_\_ cubic metres of Equivalent Production.

1. **Capping And Conditional Earning (Subclause 3.03D):** This optional Subclause will\_\_\_/will not\_\_\_ apply.
2. **Option Wells (Article 4.00)**: This optional Article will \_\_\_\_/will not \_\_\_\_\_ apply.
3. **Overriding Royalty (Article 5.00)**: This optional Article will \_\_\_\_/will not \_\_\_\_\_ apply.
4. **Quantification Of Overriding Royalty (Subclause 5.01A, if applicable):**

### For crude oil, Alternate \_\_\_ will apply (Specify 1 or 2).

* If Alternate 1 applies: \_\_\_\_%.
* If Alternate 2 applies, divided by \_\_\_\_\_\_\_ and not less than \_\_\_\_% or more than \_\_\_\_%.

### For all other Petroleum Substances, Alternate \_\_\_ will apply (Specify 1 or 2).

* If Alternate 1 applies: \_\_\_\_ %
* If Alternate 2 applies: (i) \_\_\_\_\_%; and (ii) \_\_\_\_%.

1. **Definition Of Allocation Ratio (Subclause 5.03A):** Alternate \_\_ will apply (Specify 1 or 2).
2. **Royalty Payor's Allowed Deductions (Clause 5.05), if applicable**:

(a) Costs through First Point of Measurement (Subclause 5.05A): Alternate \_\_\_ will apply (Specify 1 or 2).

(b) Limitations On Deductions (Subclause 5.05C): Alternate(s) (Specify): (i) 1 only \_\_\_\_\_; (ii) 2 only \_\_\_\_\_\_; (iii) 3 only\_\_\_\_\_\_; (iv) 1, 2 and 3 \_\_\_\_\_; (v) other combination of more than one of 1, 2 and 3 (Specify) \_\_\_\_\_\_\_\_\_\_; or (vi) none of 1, 2 and 3 \_\_\_\_\_\_.

* If Alternate 2 applies, deductions not greater than \_\_\_\_% of Market Price.
* If Alternate 3 applies, deductions not greater than: $\_\_\_\_\_\_\_\_/10³m³.

1. **Conversion Of Overriding Royalty (Article 6.00)**: This optional Article will \_\_\_\_/will not \_\_\_\_\_ apply.
2. **Operations After Conversion (Subclause 6.04A, if applicable)**: A conversion will be to \_\_\_% of the Farmor’s Pre-Earning Working Interest.
3. **Abandonment Obligation For Other Royalty Wells (Clause 7.05)**: Alternate \_\_\_ (Specify 1 or 2) will apply.
4. **Area Of Mutual Interest (Article 8.00)**: This optional Article will \_\_\_\_/will not \_\_\_\_\_ apply.
5. **Deferred Response To Notice (Subclause 8.04D)**: This optional Subclause will \_\_\_\_/will not \_\_\_\_\_ apply.
6. **Well Information To Royalty Owner (Paragraph 9.03A(b))**: Alternate \_\_ will apply (Specify 1 or 2).
7. **Reimbursement Of Charges For Earning Phase (Clause 13.02)**:Alternate \_\_ will apply (Specify 1, 2 or 3). If Alternate 2 applies, reimbursement of $\_\_\_\_\_\_\_\_\_.
8. **Dispute Resolution (Clause 15.01):** Article 21.00 of the CAPL Operating Procedure will \_\_\_/will not \_\_ apply.
9. **Restriction On Additional Drilling (Clause 18.02):** This optional Clause will \_\_\_\_/will not \_\_\_\_\_ apply.