

Site Rationale
Fairview 5-I Pad
NWSW Sec. 5, T2N, R68W
Weld County, Colorado

Extraction Oil & Gas, LLC (Extraction) designed the Fairview 5-I Production Facility to be a safe distance from neighboring houses and buildings, clear of the 100 year flood plain and located efficiently for regular maintenance and access. Extraction agreed upon an oil and gas operations area per the landowner/ operator Surface Use Agreement pertaining to these horizontal wells. Where possible, consolidation of existing facilities has been attempted to keep the disturbed area to a minimum. Extraction has reviewed the surrounding areas to identify any technical and economical options outside of buffer zones. As a result of Operator's review of potential locations outside Buffer Zone, the operator has determined that this is the best possible location for the facilities given the surface owner's preference, property boundaries, utility easements and current COGCC setbacks.

Facilities cannot be moved south due to agreement with Surface Owner, as the Surface Owner has future plans for residential development in that area. Moving facilities to the south would also bring in additional Building Unit Owners and would not move facilities outside the Buffer Zone. The existing facilities and wells to the south will be plugged and the area will be reclaimed by the Operator as a result of a negotiated SUA with the Surface Owner for prime future development. This site cannot be moved to the west as those lands are within Longmont city limits, which has an exclusive surface use agreement with Top Operating Co. Moving the site to the east is not feasible as it would move closer to the Building Units. The facilities cannot be moved to the north due to the Oligarchy Ditch and the Surface Owner is not open to a surface use agreement for their lands. Operator will be paying for, installing and maintaining landscape screening on the east side of facilities closest to building units.

Based on the limitations of the City of Longmont and surrounding property owners, Operator feels they are proposing this location as far away as possible from Building Units, per Rule 604.c.(2)E.i.