



July 27, 2017

VIA EMAIL

Kerr-McGee Oil & Gas Onshore, LP  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

RE: Rule 317.s. – Consent to Statewide Fracture Stimulation Setback

Attn: Gil Guethlein

The purpose of this letter is to seek Kerr-McGee Oil & Gas Onshore LP's ("KMG") consent to Crestone Peak Resources Operating LLC's ("Crestone") wells as described on Exhibit A attached hereto, that will be within 150 feet of an existing wellbore, namely the wells as described on Exhibit A. Form 2, Application for Permit to Drill, for each well is attached hereto.

Colorado Oil and Gas Conservation Commission (COGCC) Rule 317.s provides:

**s. Statewide Fracture Stimulation Setback.**

(1) No portion of a proposed wellbore's treated interval shall be located within 150 feet of an existing (producing, shut-in, or temporarily abandoned) or permitted oil and gas wellbore's treated interval belonging to another operator without the signed written consent of the operator of the encroached upon wellbore. The signed written consent shall be attached to the Application for Permit-to-Drill, Form 2 for the proposed wellbore.

(2) The distance between wellbores measurement shall be based upon the directional survey for drilled wellbores and the deviated drilling plan for permitted wellbores, or as otherwise reflected in the COGCC well records. The distance shall be measured from the perforation or mechanical isolation device.

Crestone hereby seeks KMG's consent for the location of the described wells per our attached exhibit.

Please evidence KMG's written consent below and return this letter to Sheila Frazier at [sheila.frazier@crestonepr.com](mailto:sheila.frazier@crestonepr.com) at your earliest convenience. Thank you and please contact me with any questions.

Sincerely,

*Sheila Frazier*  
Sheila Frazier, CPL  
Sr. Land Negotiator



July 27, 2017

Kerr-McGee Oil & Gas Onshore, LP  
1099 18<sup>th</sup> Street, Suite 1800  
Denver, CO 80202

RE: Rule 317.s. – Consent to Statewide Fracture Stimulation Setback

Kerr-McGee Oil & Gas Onshore LP hereby provides written consent pursuant to Rule 317.s. for Crestone Peak Resources Operating LLC's wells as described on Exhibit A attached hereto, to be located within 150 feet of an existing wellbore, namely the File wells as described on Exhibit A attached hereto.

ACCEPTED AND ACKNOWLEDGED:

BY: \_\_\_\_\_

TITLE: \_\_\_\_\_

DATE: \_\_\_\_\_