



VIA EMAIL

September 11, 2018

Kerr-McGee Oil & Gas Onshore, LP
Attn: John Hasche
1099 18th Street, Suite 1800
Denver, CO 80202

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

Ladies & Gentlemen:

The purpose of this letter is to seek Kerr-McGee Oil & Gas Onshore LP's ("KMG") consent to Crestone Peak Resources ("Crestone") for the proposed Regnier Farms 19H-B268 wells that will be within 150 feet of an existing wellbore, more specifically described below:

<u>Crestone Wells</u>	<u>KMG Wells</u>	<u>API No</u>	<u>Distance</u>
Regnier Farms 1A	Sawdey 21-30	05-123-30355	116'
	Bryant 23-30	05-123-31755	144'
Regnier Farms 1C	Johnson 7-30A	05-123-20767	113'
	Bryant 10-30	05-123-30119	133'
Regnier Farms 1E	Sawdey Unit 2	05-123-15062	133'
Regnier Farms 1F	Bryant 20-30	05-123-31732	143'
Regnier Farms 1H	HSA Bryant 9-30	05-123-30118	122'
Regnier Farms 1I	HSA Bryant 9-30A	05-123-20352	134'

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 PEAK
RESOURCES

Crestone hereby seeks KMG's consent for the location of the wells described above. Please evidence KMG's written consent by signing below and return this letter to Crestone via email to sheila.frazier@crestonepr.com at your earliest convenience. Thank you and please contact me with any questions.

Sincerely,

Sheila Frazier

Sheila Frazier, CPL
Land Manager

ACCEPTED AND ACKNOWLEDGED:

Kerr-McGee Oil & Gas Onshore, LP

BY: *John W. Anderson*

TITLE: *PROJECT LAND ADJESION*

DATE: *9-18-18*

Regnier Farms 1A
Regnier Farms 1C
Regnier Farms 1E
Regnier Farms 1F
Regnier Farms 1H
Regnier Farms 1I