



VIA EMAIL

Robert Ingram
Kerr-McGee Oil & Gas Onshore LP
1099 18th Street, Suite 1800
Denver, CO 80202

RE: Rule 317.s. – Consent/Waiver to Statewide Fracture Stimulation Setback
Melbon Ranch 4K-17H-M265

Dear Mr. Ingram,

The purpose of this letter is to seek Kerr-McGee Oil and Gas Onshore LP's ("KMG") consent to Crestone Peak Resources Operating LLC, Melbon 4K-17H-M265 well that will be within 96 feet of an existing wellbore, namely the Sarchet 36N-20HZ well (API No 05-123-41920) and Sarchet 15N-20HZ well (API No 05-123-41918) within 116 feet. SWSW Sec 17, T2N-R65W.

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/waiver of the operator of the encroached upon wellbore. The signed written consent/waiver 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.

Please evidence Kerr McGee's written consent/waiver below and return this letter to laurie.wizeman@Crestonepr.com at your earliest convenience. Thank you and please contact me with any questions.

Sincerely,

Laurie J. Wizeman, RPL

Land Negotiator



CRESTONE PEAK
RESOURCES

Kerr McGee Oil and Gas Onshore LP hereby provides written consent pursuant to Rule 317.s. for Crestone Peak Resources Operating LLC well Melbon Ranch 4K-17H-M265 to be located within 96 feet of an existing wellbore, namely the Kerr McGee Oil and Gas Onshore LP Sarchet 36N-20HZ well (API No 05-123-41920) and Sarchet 15N-20HZ well (API No 05-123-41918) located within 116 feet.

ACCEPTED AND ACKNOWLEDGED:

BY:

John H. Hardy

TITLE:

PROJECT LAND ADVISOR

DATE:

8-18-18