



1888 Sherman Street, Suite 200
Denver, CO 80203
O: 720-557-8300
F: 720-557-8301

June 17, 2015

Colorado Oil and Gas Conservation Commission
Attn: Margaret Ash
1120 Lincoln Street, Suite 801
Denver, CO 80203

Dear Ms. Ash:

Effective March 1, 2014, Extraction Oil & Gas, LLC purchased all of Sundance Energy, Inc.'s producing Denver-Julesburg assets. Under the Purchase & Sale Agreement dated May 23, 2014 and specifically Sections 1.3, 6.2(d), and 6.3, Extraction assumed environmental liability for all existing conditions of the asset. Please note that this includes, but is not limited to, all outstanding spill, remediation, and inspection resolutions associated with the following outstanding incidents that are currently held in Sundance's name by the COGCC:

| <u>Doc #</u> | <u>Project #</u> | <u>Facility ID</u> | <u>Well/Location</u> |
|--------------|------------------|--------------------|------------------------|
| 2148650 | N/A | 123-37749 | Grant Bros. 23 Battery |
| 2147256 | 8127 | 331691 | May Jon Battery |
| 2146146 | 7989 | 427430 | Lamb 42-1 Battery |

It is our understanding that all the appropriate regulatory forms have been filed by Extraction and Sundance. Please be advised that Extraction is currently operating the referenced facilities.

If you have any questions or require additional information, please contact the undersigned at 720-382-5225.

Sincerely
Extraction Oil & Gas, LLC

A handwritten signature in blue ink, appearing to read "Allyson Vistica", is written over the typed name.

Allyson Vistica
Land Manager

cc: Sundance Energy, Inc. Attn: Catherine Aniello