

**Objective Criteria Review Memo ADDENDUM - Crestone Peak Resources Operating LLC
Sunset 4-65 21-22 1AH -- Form 2 Application for Permit to Drill (APD) Doc# 402421408**

**Approved Form 2A Oil & Gas Location Assessment (GRANDE 4-65 20-19 1AH Doc# 402156151,
approved 3/10/2020)
Location ID# 472938**

The Form 2A for this Oil & Gas Location was reviewed for all eight wells proposed for this Location. COGCC's technical review of the 2A and all APDs included review within the context of SB 19-181 and the required Objective Criteria. Objective Criteria Review Memo, Doc# 1010855, is in the Location's file in COGCC's database. This Addendum provides additional information regarding the delayed approvals of these four APDs permitted at this Location.

Delayed Approval of APDS:

The Form 2A for this location was approved on 3/10/2020 and all eight APDs shortly after. These refile APDs were not submitted until June 2020, rejected on 9/18/2020, and passed Completeness again on 10/8/2020.

The Objective Criteria Review Memo for this location (Doc# 1010855) identified that this location met Criteria #2 for being located within Aurora & Criteria #5c for potential for shallow groundwater and proximity to surface water features. The Objective Criteria Review Memo identified BMPs on the Form 2A that should successfully mitigate against the impacts identified by meeting Criteria #2 & #5c, including:

Criteria 2

Crestone purchased this location from Burlington Resources and is now the Operator. The Oil and Gas Permit for this location was approved by the City of Aurora on Dec 26, 2019 via Administrative Decision. Case number is 2019-6044-00. The City of Aurora LGD commented on the APDs recognizing Crestone as the successor and noted that they have been maintaining communication throughout the process.

Criteria 5c

The BMPs in place to mitigate potential for shallow groundwater and proximity to surface water features include: stormwater management controls (diversion ditch, sediment basins, and silt fence, just to name a few), lined containment for tank area, planned containment for any temporary storage vessels, and remote monitoring/shut-down capabilities at this location.

Based on this analysis, the Operator is complying with the existing BMP's and COA's on the approved Form 2A to address the Objective Criteria that were met during the original review of the Form 2A and no further Sundry or Memo is necessary at this time. The APD's IN PROCESS should be passed and sent to Final Approval with the following comment:

COGCC conducted the technical review for the related Oil and Gas Location Assessment permit, Form 2A document #402156151 under the statutory authority provided through SB 19-181, including the

Objective Criteria. The Director approved the Form 2A on 3/10/2020, establishing Location ID #472938 subject to conditions included in the permit. The well proposed by this related Form 2 was contemplated during COGCC's review of the Form 2A. The Objective Criteria Review Memo (Doc# 1010855) can be found in the document file for this Location.