

# **SABINE OIL & GAS HOLDINGS, INC.**

**1415 Louisiana Street, Suite 1600  
Houston, Texas 77002**

March 2, 2022

Mr. William M. Colon  
1340 College Ave.  
Canon City, CO 81212

**RE: Final Reclamation Agreement – Mackenzie 1-3 Well  
Location Name: Mackenzie 1-3  
API: 05-043-06008 Location ID: 382452 Facility ID: 209930  
Section 3: SESW, Township 19 South, Range 69 West, 6 PM  
Fremont County, Colorado**

Dear Mr. Colon,

Representatives of Sabine Oil & Gas Holdings, Inc. (Sabine) previously consulted with you regarding final reclamation for the former Mackenzie 1-3 well location (Location ID: 382452) that is located on your property south of the Fremont County Airport. During this consultation, you requested that Sabine not spread out or remove the stockpile of dirt located on the former location as it appears to be stabilized and any efforts to eradicate would produce greater land disturbance. Sabine is seeking to obtain closure from the Colorado Oil and Gas Conservation Commission (COGCC) for this site and the process requires written approval from the surface owner to leave soil stockpiles in place.

The Mackenzie 1-3 well was a “dry hole”, plugged and abandoned (P&A) in 1971 by then owner Forest Oil Corporation. You will recall our January 4, 2022 phone conversation where we discussed entering into a Final Reclamation Agreement, setting forth the respective rights and responsibilities of the parties and to seek COGCC's waiver of compliance with certain 1000-series rules regarding final reclamation. This document shall serve as our Agreement.

The specific portion of the oil and gas location, see attached images(s) labeled as Exhibit A (the "Location"), subject to this Final Reclamation Agreement and waiver include:

- Stockpiled soil/ fill medium (latitude: 38.41946, longitude: -105.10044; estimated 0.10 acre)

The reason(s) for the surface owner entering into this Final Reclamation Agreement and thereby waiving Sabine's obligations for additional reclamation required under COGCC Rule 1004 at the Location include:

- Surface owner wishes to keep the Mackenzie 1-3 location as is to avoid further soil disturbance on the location

As the surface owner, by waiving Sabine's obligations for final reclamation required under COGCC Rule 1004 as set forth in this letter agreement, you acknowledge that the current condition of the Mackenzie 1-3 location (Location ID: 382452) subject to this Final Reclamation Agreement is satisfactory to you.

By executing this letter below, as the surface owner, you also acknowledge that you knowingly, and forever, waive all reclamation protections otherwise afforded by COGCC Rule 1004 regarding the residual stockpile. Sabine would be held responsible for all final reclamation requirements under the Rule 1000-Series that may not be waived by the surface owner including COGCC Rule 1004.c.(4-5).

Please be aware that although you have signed this Final Reclamation Agreement and Sabine subsequently submits it to the COGCC, the commission may deny such request and Sabine will then be required to complete all final reclamation in accordance with the COGCC 1000-Series rules. Sabine is responsible for surface stabilization, stormwater management, and weed control until a final reclamation inspection request is completed and approved.

If you agree with the terms and conditions of this Final Reclamation Agreement, please sign, date, and have your signature notarized on both originals of this letter, keep one for your files and return a fully executed copy of this letter to me at [Kelley.House@swca.com](mailto:Kelley.House@swca.com).

Thank you for your time and consideration in this matter. If you have any questions or comments, please contact me at (406) 580-0373.

Respectfully,



Kelley House, CPSS  
SWCA Environmental Consultants  
Consultant, on behalf of Sabine Corporation

**ATTACHMENTS:**

Exhibit A: Aerial image and photos of the Mackenzie 1-3 location.

**ACCEPTED AND AGREED:**

Mr. William M. Colon (*SURFACE OWNER*)

Signed:   
Mr. William M. Colon, Owner

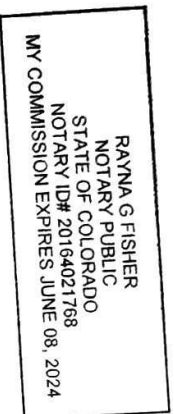
Date: 4/4/22

**CORPORATE ACKNOWLEDGEMENTS**

State of Colorado )  
 ) §  
County of Fremont )

On this 4 day of <sup>April</sup> ~~March~~ 2022, before me personally appeared Mr. William M. Colon (Surface Owner) known to me to be the persons described in and who executed the foregoing instrument, and who acknowledged to me that they executed the same.

(SEAL)



My commission expires: June 08, 2024  
(Date)

(Signature)