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CITY AND COUNTY MANAGER  
BROOMFIELD, COLORADO



370 17th Street, Suite 5300  
Denver, CO 80202

City and County of Broomfield  
One DesCombes Drive  
Broomfield, CO 8002  
C/o Mayor and Councilmembers

Re: Request to Continue 2<sup>nd</sup> Reading on Proposed Ordinance No. 2039 and Ordinance 2038 to February 2017 to Allow Opportunity for City Council Study Session

Hon. Mayor Ahrens and Council,

As a company that strives to be the established operator of choice in communities throughout the Front Range, Extraction Oil and Gas takes seriously our responsibility to openly and transparently communicate our plans of development. To this end, we began engaging with Broomfield staff during March 2015. Since that time, we have made significant effort, certainly above and beyond what is required by state regulation, to inform stakeholders of our plans and to address their concerns. Yet, we feel that there is still more to do.

Our company values open and honest communication as a core principle that dictates how we operate. It was in that spirit that we engaged Council, staff and the community in a good faith effort to explain this project through more than eight community and public meetings, 2,500 letters sent to the community about the project, news coverage that we sought, advertisements and meetings with local HOAs and small resident groups, as well as the countless letters, emails, phone calls and meetings with Broomfield City/County staff.

Still, in recent weeks, it has become clear that we did not communicate as well as we could have. Specifically, there are those on council who have said they felt misled about the number of wells planned for each pad. We regret that is the case and we wish to extend our apologies to Council and to our neighbors in Broomfield for the well count miscommunication.

Because there is still some concern and confusion about the specifics of this proposed development and because we have made additional advancements that we believe will be well-received by the community, we respectfully ask Council to defer the 2<sup>nd</sup> vote on the moratorium until February 2017 to allow for a public study session to take place during the interim period in January. We have heard the concerns of the council members and residents, and we would embrace an opportunity to specifically address them; we believe it is critical that all stakeholders have full clarity on our plans for this development.

We also hope the well count miscommunication does not overshadow the extensive and collaborative progress made with Broomfield staff and council during the past year and a half. Significant effort has been made in planning the numerous, top-tier best management practices (“BMPs”) we have proposed to be utilized in our operations, with full consideration that many of these practices go well above and beyond regulatory standards, and even Extraction’s memorandum of understanding with Broomfield (the “MOU”). For example, despite not being required by the terms of our MOU with Broomfield, our plan would remove older existing wells drilled by other operators that did not utilize Extraction’s state-of-the-art BMPs. We have relied on the fact that our MOU, which was procedurally and legally adopted, would be honored as the binding agreement that it is, and that Broomfield would grant Extraction the necessary oil, gas and water pipeline rights-of-way necessary to ensure the lowest-possible impacts to its citizens. Please reference the slide pack attached to this letter which outlines our latest development plan and the more expansive commitments recently adopted as even additional BMPs in Broomfield, such as pad facilities with no permanent oil tanks.

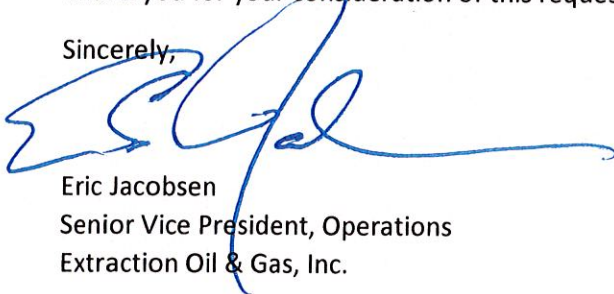
Demonstrated safe and responsible success in other communities over the past several years.

Extraction has a demonstrated track record for developing safe, reliable and responsible operations in municipalities over the past several years. Building on these successes, we believe we have created a truly outstanding development plan that will benefit all residents of Broomfield – one that was designed specifically with the community in mind – and that could be considered best-in-class nationwide. In recent weeks, we have worked to integrate new elements into our project plan that, in addition to removing older existing wells, will further reduce impacts and inconveniences to neighbors. Because we believe we can do a better job of communicating the details of this project, and because there are new project details to share, we hope for this opportunity to again present to Council and the community.

We are wholly committed to ensuring that everyone feels informed and we believe the opportunity to present additional information at a study session in coming weeks will remove any ambiguity associated with these proposed operations.

Thank you for your consideration of this request and for all your attention to this important matter.

Sincerely,



Eric Jacobsen  
Senior Vice President, Operations  
Extraction Oil & Gas, Inc.