

Neighborhood Meeting Washington Pad

November 07, 2022

Agenda

Washington Location

01	Introduction
02	Site Plans and Schedule
03	Project Mitigations and Best Management Practices
04	Question and Answer



Civitas Resources: Who we are

- Civitas Resources, Inc. was formed in November 2021 with the merger of four Colorado operating companies.
- Extraction Oil & Gas is a wholly-owned subsidiary of Civitas Resources, Inc.
- Civitas is committed to the communities where we live and operate. We proudly demonstrate this commitment through leadership in Environmental, Social, and Governance(ESG) practices and we are the first Carbon Neutral oil and gas producer in Colorado.
- Civitas is utilizing best in class best management practices to protect public health, safety, welfare, and environment, including wildlife resources.



The Project Team: Who we are

Todays Presenters:

- Ashley Campbell Manager, Community & Government Relations
- Chandler Newhall Manager, Asset Development

6 Table Teams:

- Project Overview
- Community Relations
- Environmental, Health, Safety, & Regulatory
- Operational Phases
 - Drilling
 - Completion
 - Production
- Mineral & Surface Land



How site was identified

Site Evaluations:

- Maximize distance from residential housing & schools
- Proximal to O&G infrastructure & other support
- Efficient traffic routing plans
- Environmental sensitivities
- Ability to secure viable surface location
 - Preference to relocate to Area A, consistent with City feedback

Site location Goals:

- Maximize distance from receptors
- Minimize cumulative impacts
- Ensure infrastructure alignment





Washington Pad Location Overview

- NW¹/₄ SE¹/₄ of Section 10, Township 1 South, Range 68 West, 6th P.M., Adams County
- Nearby crossroads: I-25 and E-470
- RLG: City of Thornton
- ~1,600-Acres OGDP (includes surface location)
- 10 new wells from Washington Pad
- No RBU within 2,000' of wells or facilities
- Surface Use Agreement

CIVITAS



Washington Pad Receptors Within 2,000'

- No RBU within 2,000' of Wells or Facilities
 - 1 RBU within 2,000' of WPS
- Surface Use Agreement
- No schools
- No childcare centers
- No HOBU
- No DOAA
- No public water systems
- No riparian corridors
- No disproportionately impacted communities
- No high priority habitat





Washington Pad: Site Details

Drilling Phase:

- Working Pad Surface ~5.75-Ac
- Electric Rig
- Closed Loop & Group III Drilling Fluid

Completion Phase:

- Quiet, Tier IV Fleet
- Equipment layout
- Safety Focus



Washington Pad: Conceptual Site Plans





Elevation Drawing: From Washington Street





EXISTING CONDITIONS











Elevation Drawing: West of I-25





EXISTING CONDITIONS

RECLAMATION PHASE







Washington Pad: Facility Site Plan

Site Details:

- 10 well site accessing ~1,600-ac mineral acres
- Minimized surface disturbance ~ 3-ac during production phase
- Tankless facility design (oil, gas & water pipelines)
- Maintenance vessel with ECD
- Electric facility equipment
- Security fencing





Washington Pad: Conceptual Site Plan - Production Phase





Project Schedule: Single Pad with 10 Wells

~6 Months Cycle Time from Drilling to Production





Washington Pad: Mitigations for Air Emissions

Operation Mitigations

- Drilling: Electric Drilling Rig, Closed Loop with Group III Fluid
- Completions: Tier IV Fleet, Dust Control
- Production: Pipeline gathering, Tankless, Maintenance Vessel for routine maintenance
- Removal of 5 legacy wells and related facilities and infrastructure
- Leak Detection and Repair Plan
- Ambient Air Quality Plan will be filed with the Colorado Department of Public Health and Environment
- Program will be enhanced by Continuous Optical Gas Imaging which:



Washington Pad: Mitigations for Protection of Water

Surface Water Protections:

- Water Quality Impact Assessment and Monitoring Plan
- Spill Prevention, Control and Countermeasures Plan

Aquafer Protections:

- Surface Casing depths
 - Water based drilling fluid
 - Cement protection back to surface
- Production Casing
 - Cement protection back to surface casing





Source: https://www.coga.org/factsheets/groundwater

Washington Pad: Mitigations for Traffic

- Transportation Plan
 - 6 Traffic Routes evaluated
 - Avoid traffic periods
 - 7:00 a.m. 9:00 a.m.
 - 3:00 p.m. 6:00 p.m.
- Dust Control Plan
- Balanced Pad

CIVITAS

- Minimal truck traffic:
 - No fuel trucks for drilling rig
 - No water trucks for completions
 - No oil or water trucks for production



Washington Pad: Mitigations of Impacts Pre-Production Phase BMPs

Best Management Practices: Pre-Production						
	Avoid	Minimize	Mitigate			
Noise	- Unnecessary engine idling during the overnight hours	- Electrified Drilling Rig - Quiet Completions Fleet	- Utilization of "full wrap" 32-ft tall soundwalls			
Light	- No exterior lighting will be used during operations	- Lighting will be directed inward and downward - Free-standing light towers will be 25- ft tall	- Lighting will be affixed to interior of soundwalls			
Odor	- IOGP Group III drilling fluid - Drilling rig run off grid power	- Drill cuttings management - Tier IV (or better) engines during hydraulic fracturing operations	- Wiping drill pipe as it is extracted from the wellbore			
Dust	- Use of sealed containers to store proppant during Completions operations	- Application of dust suppressant (freshwater) during construction - Stabilize soil stockpiles through use of proper machinery, contouring, and seedng	- Regular access road maintenance - Removal of dirt and debris from access roads			
Leak Detection	- No open pits	- Twice-daily equipment inspections during D&C operations - Frequent pressure testing of equipment during D&C operations	- Operational safety systems designed to mitigate operational abnormalities if necessary -Use of rig matting, location liners, and other containment devices - Implement a Pre Production ambient air monitoring program			



Washington Pad: Mitigations of Impacts Production Phase BMPs

Best Management Practices: Production							
	Avoid	Minimize	Mitigate				
Emissions	- Tankless location - Produced water and oil pipelines - Use of electrified production facilities - Instrument air pneumatics	- Use of efficient enclosed combustion devices - Use of LACT -Use of VRUs	- Adhere to Ozone Action Day protocols - Implement an early production ambient air monitoirng program				
Light	- No permanent lighting on location						
Odor	- Use of oil and produced water pipelines	- Use of oil and produced water pipelines					
Noise	- No truck loadout traffic due to produced water and oil pipelines	- Use of electrified production facilities					
Leak Detection	- Tankless facilitiy	- Comprehensive Leak Detection and Repair program	- Fully automated facilities with remote shut-down capabilities				



Washington Pad: Additional Information Provided

- Operator Agreement Application
- Surface Use Agreement
- COGCC Forms
- List of Permits
- Cumulative Impacts Plan (Pending)
- Air Quality Assessment and Mitigation Plan
- Photometric Lighting Study
- Noise Mitigation Plan
- Stormwater Mitigation Plan
- Flowline Management Plan
- Gathering Pipeline Integrity Management Plan
- Water Availability Plan
- Water Quality Impact Assessment and Monitoring Plan
- Wildlife and Habitat Assessment Mitigation Plan
- Landscaping and Reclamation Plan

🔁 CIVITAS

- Grading, Drainage, and Erosion Control Plan
- Geological Assessment Report
- Vicinity Maps
- Facilities Plan
- Emergency Preparedness and Response Plan
- Transportation Plan
- Chemicals and Hydraulic Fracturing Fluids Disposal and Reporting Plan
- Spill Prevention, Control and Countermeasures Plan
- Leak Detection and Repair Plan
- Operating Plan
- Recreation Impact Assessment Plan
- Public Facilities and Services Plan
- Dust Mitigation Plan
- Odor Mitigation Plan
- Waste Management Plan
- Operations Safety Management Plan

Washington Pad: Project Benefits

- Only O&G activities planned in Thornton
- Estimated \$5-10MM in local taxes generated to municipal, county and school district in first 5 years
- Removal of 5 Producing Wells & Facilities
 - 10 Total Tanks
- Eliminates over 8 tons per year VOC from tanks and pneumatics.
- Midstream Infrastructure retirement
- Unencumbering land





Question and Answers

Comment Sheet						
Name	Mailing Address	Comment				



Specific Comments and Questions Please email: Washington@civiresources.com

Table Teams

Table Teams:

- Project Overview
- Community Relations
- Environmental, Health, Safety, & Regulatory
- Operational Phases
 - Drilling
 - Completion
 - Production
- Mineral & Surface Land



Contact Information



Civitas Community Relations Email: <u>Communityrelations@civiresources.com</u>

Civitas Community Relations Phone: 720-279-9842

Website: www.civitasresources.com & www.civitascommunityrelations.com

Specific Comments and Questions Washington@civiresources.com



Thank You



Neighborhood Meeting Follow-Up Illustrations

- Map 1: Illustration of Proposed Legacy Removals
- Map 2: Illustration of New Horizontal Wells



Map 1:

- Proposed Legacy Removals Well List:
 - Schimpf 11-23
 - Schnieder 1-14
 - Shannon MD14-5
 - Bydalak 1-11
 - Gonzales 1-2

CIVITAS

- Removes 5 Wells, 10 Tanks, 5 Gas Meter Stations, 5 Separators & Flowlines
- Eliminating ~8 tons per year of VOC's
- Retires ~4-miles of Gas Pipeline Gathering
- Reclaims ~5-acres of land



Map 2

• 10 New Horizontal Wells



