



August 18, 2016

Dear Neighbor,

As you may be aware, Crestone Peak Resources purchased all of Encana's DJ Basin assets on July 29, 2016. This transaction included all of Encana's 51,000 net acres in the DJ Basin and all of the producing wells and potential, future locations to be developed.

While Crestone's full plan of development isn't finalized just yet, we do know that the Morgan Hill location (on the west side of Country Road 3) is one of the first sites we will drill and complete in the coming months. In preparation of this development, we anticipate beginning construction on this site by the end of August.

Preparation of this location will take approximately eight weeks. During this time, you can expect land clearing, grading, road construction and soils handling. Water trucks will be on location to control dust and street sweepers will also be on site to mitigate any mud tracking. There will be large trucks carrying earth moving equipment, graders, rollers, etc. Once this task is complete, sound walls will be installed around the perimeter of the location.

When a decision is made to begin drilling, we will hold a community meeting to address any concerns you may have. In the meantime, if you have any questions please contact Crestone via email at [CommunityRelations@CrestonePR.com](mailto:CommunityRelations@CrestonePR.com) or phone at 720-410-8537. You can also visit the Crestone page on the Town of Erie Website at [www.erieco.gov](http://www.erieco.gov) for a map of the Morgan Hill site.

Thank you.

Crestone Community Relations