



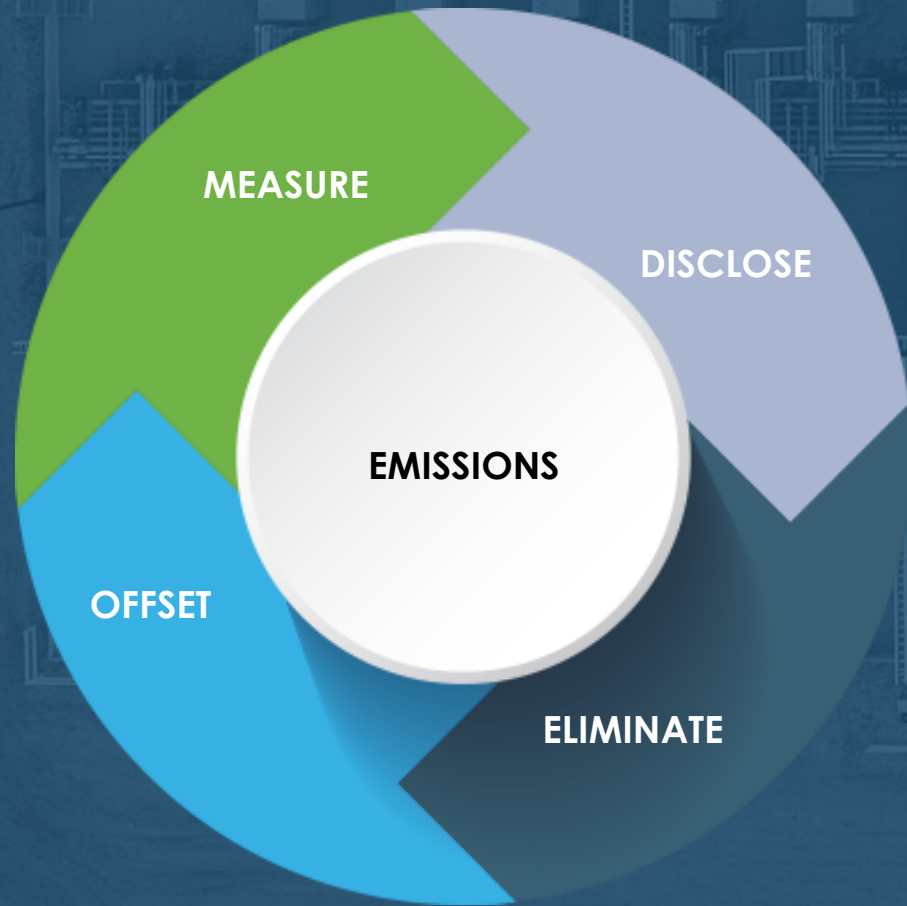
CIVITAS

Lowry Ranch Project Overview

Regional Economic Advancement Partnership

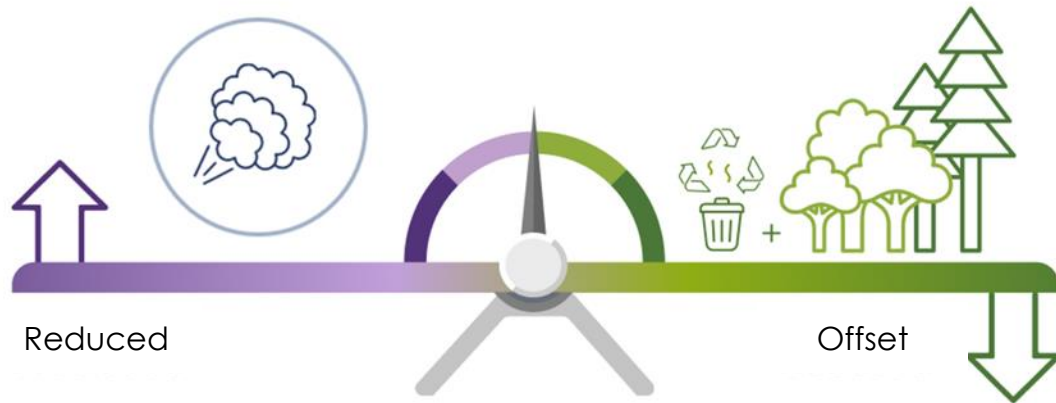
July 13, 2023

Prioritizing Operational Emissions Reductions



- Civitas publicly discusses elimination targets, embracing accountability around our emissions reduction programs
- The Company has committed to a 50% reduction of CO₂e absolute Scope 1 emissions by 2027
- Civitas has also published an annual 2.5% fixed CO₂e emissions intensity reduction target on a 10-year average
- The Board has authorized an \$18MM spend over three years to accomplish a ~455,000 mT-CO₂e emissions reduction
 - These projects are currently under way

Offsetting Residual Emissions



- Civitas utilizes voluntary carbon credits to offset residual Scope 1 emissions and Green-e certified RECs to offset Scope 2 emissions
- Carbon neutrality was a foundational premise of Civitas
- Civitas maintains a multi-year portfolio of offsets and RECs

What is a Comprehensive Area Plan?

Comprehensive Area Plans (CAPs) are a new permitting mechanism encouraged by the Colorado by the Colorado Oil and Gas Conservation Commission (COGCC) (Rule 314).

CAPs focus on the cumulative surface impacts of multiple pad sites on the community. The CAP approach can result in reduced land disturbance, better consideration of the cumulative impacts of energy production, and more protection for neighbors.

An approved CAP does NOT exempt an operator from subsequent filing and approval of individual OGDPs or pad sites, nor does it replace the permitting process with the local government.

Crestone was the first company to submit a CAP, the Box Elder, in 2021. This CAP was approved in November 2022 and covers all of Crestone's existing and future operations in the City of Aurora.

The Lowry Ranch CAP is Crestone's second CAP, and encompasses all planned surface sites on the SLB Lowry Ranch

Lowry Ranch CAP – Historical basis

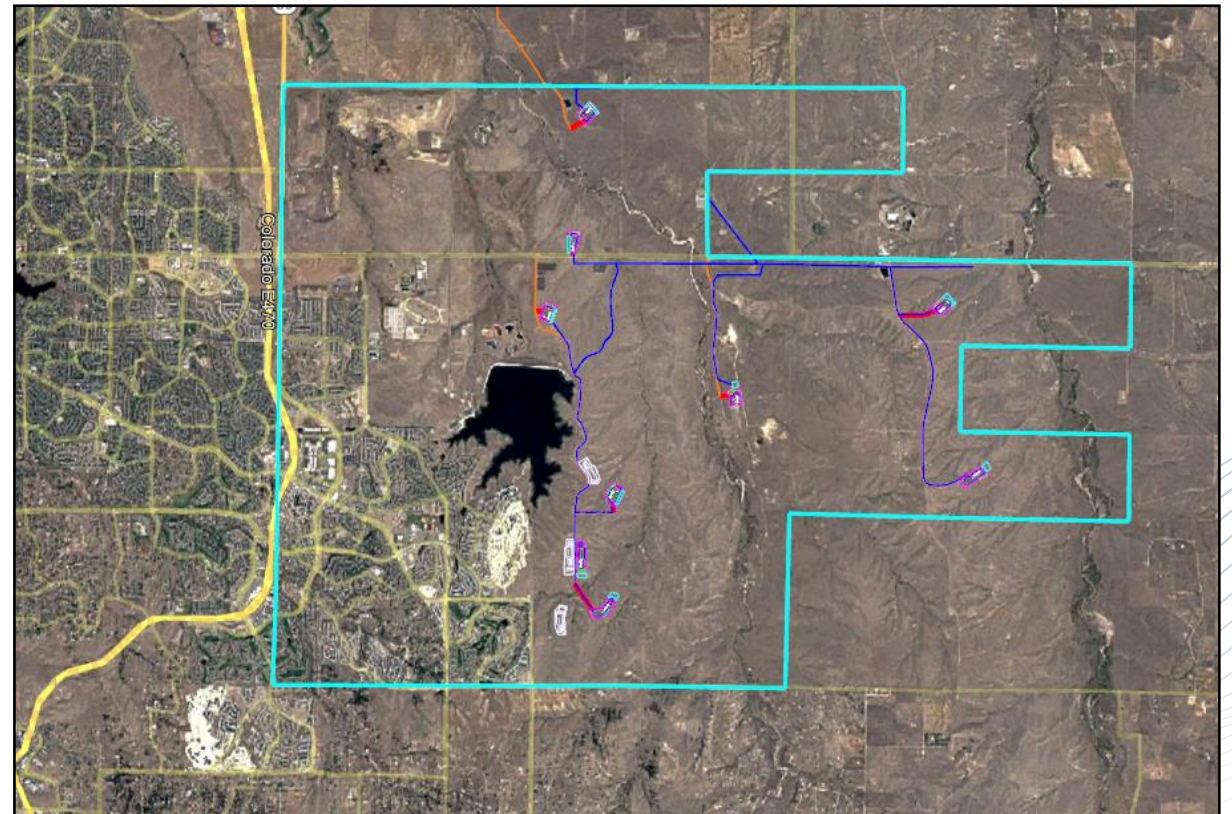
4Q2021: Civitas presented an updated Development Plan for the State of Colorado Lowry Lease to the State Land Board. This Development Plan showed reduced surface impacts and consolidated road and pipeline infrastructure relative to prior plans, and was greenlit by the SLB

2Q2022: Civitas began surveying and preparing materials for a Comprehensive Area Plan covering the Lowry Ranch development

3Q2022: Civitas kicked off its leasing effort, chiefly of minerals under the City of Aurora, associated with this project.

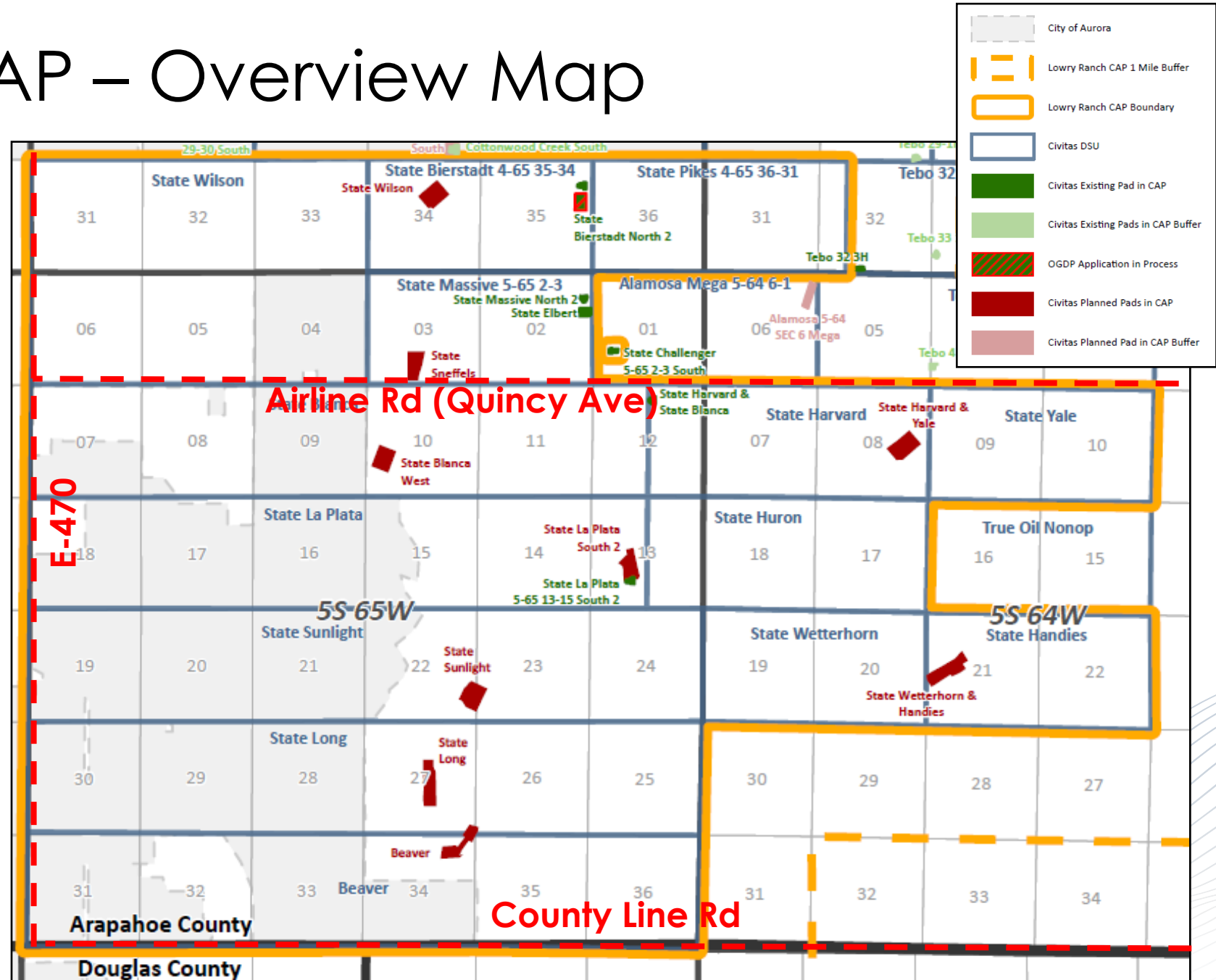
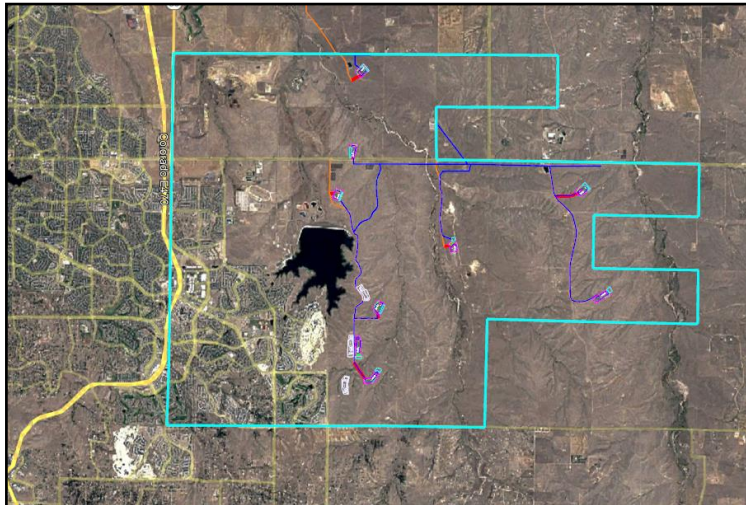
4Q2022: Civitas submitted to the COGCC the Lowry Ranch Comprehensive Area Plan.

2Q2023: Civitas filed an Amended version of the CAP to the COGCC, in response to public and industry stakeholder feedback. Among other changes, this Amendment included moving three pads farther from the City of Aurora



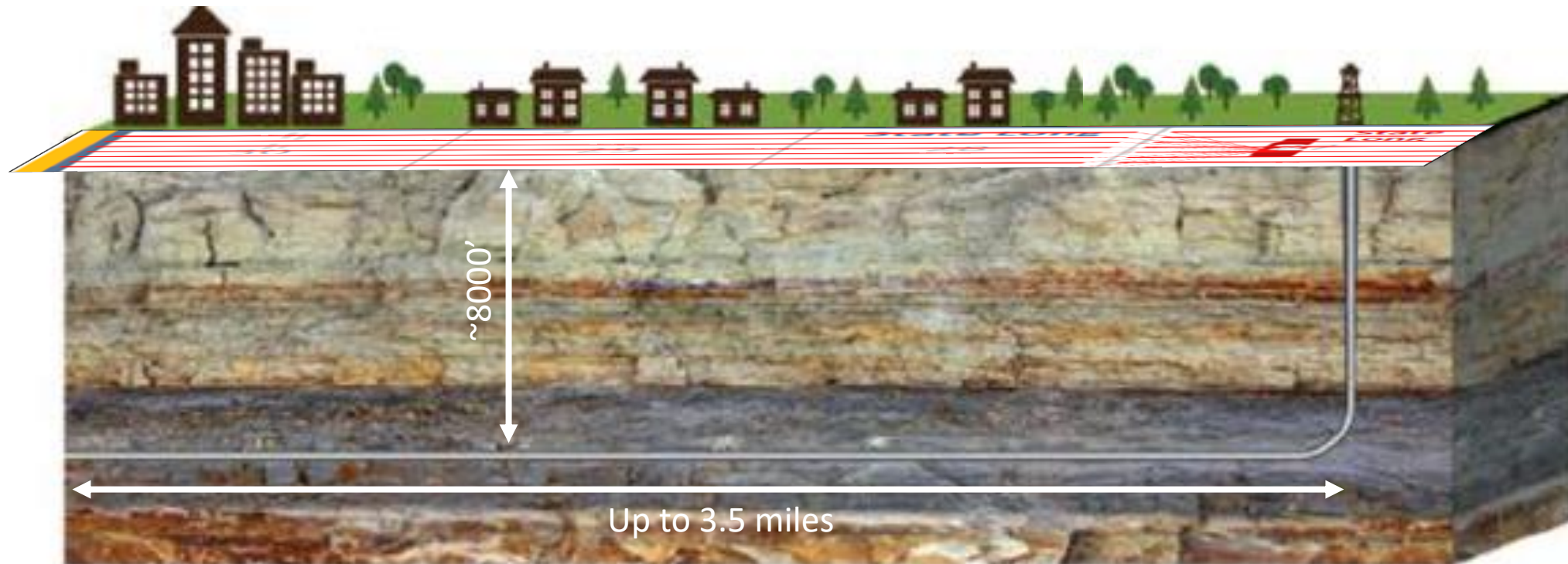
Lowry Ranch CAP – Overview Map

- **10** forward-operations sites, all located on Lowry Ranch.
- Total of up to **174** horizontal wells, with producing intervals **~8000'** below ground surface
- Development operations will take place 2024-2029. Well sites will be in production for 20+ years



Horizontal Drilling

- Horizontal drilling allows operators to minimize surface impacts by accessing minerals from longer distances
- Civitas intends to utilize long-reach drilling from surface sites on Lowry Ranch stay away from residences, virtually eliminating impacts, while accessing minerals otherwise unreachable due to surface development



Financial Benefits

Over a 15-year period, the analysis projects payments of roughly \$1 billion in the form of taxes and royalties as a direct result of the Lowry Ranch CAP. Major recipients of funding include:

- K-12 Funding \$639 million
- Arapahoe County \$32.1 million
- Bennett Fire Protection District \$33.1 million
- Arapahoe County Sheriff's Dept \$12.6 million
- Arapahoe Library District \$14.5 million

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