## IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re:	) Chapter 11
EXTRACTION OIL & GAS, INC. et al.,1	) Case No. 20-11548 (CSS)
Debtors.	) (Jointly Administered)
	) Re: Docket Nos. 253, 1182, 1286 and 1608
	)

## ORDER APPROVING STIPULATION RESOLVING COLORADO INTERSTATE GAS COMPANY'S LIMITED OBJECTION TO DEBTORS' PROPOSED REJECTION OF CONTRACTS

Upon consideration of the Certification of Counsel Submitting Order Resolving Colorado Interstate Gas Company's Limited Objection to Debtors' Proposed Rejection of Contract, the Corrected Fifth Notice of Rejection of Certain Executory Contracts and/or Unexpired Leases [Docket No. 1182] (the "Corrected Fifth Rejection Notice")<sup>2</sup> filed pursuant to the Order (I) Authorizing and Approving Procedures to Reject or Assume Executory Contracts and Unexpired Leases and Procedures Related Thereto and (II) Granting Related Relief [Docket No. 253], and Colorado Interstate Gas Company's Limited Objection to Debtors' Proposed Rejection of Contract [Docket No. 1286] (the "CIG Limited Objection"); and the Court having jurisdiction to authorize rejection of the CIG Contracts, hereinafter defined, under section 365 of the Bankruptcy

The Debtors in these chapter 11 cases, along with the last four digits of each Debtor's federal tax identification number, are: Extraction Oil & Gas, Inc. (3923); 7N, LLC (4912); 8 North, LLC (0904); Axis Exploration, LLC (8170); Extraction Finance Corp. (7117); Mountaintop Minerals, LLC (7256); Northwest Corridor Holdings, LLC (9353); Table Mountain Resources, LLC (5070); XOG Services, LLC (6915); and XTR Midstream, LLC (5624). The location of the Debtors' principal place of business is 370 17th Street, Suite 5300, Denver, Colorado 80202.

For the avoidance of doubt, the Corrected Fifth Rejection Notice superseded and replaced the *Fifth Notice of Rejection of Certain Executory Contracts and/or Unexpired Leases* [Docket No. 1168]. Capitalized terms used and not otherwise defined herein have the meanings given to them in the Corrected Fifth Rejection Notice.

Code; and after due deliberation thereon and good and sufficient cause appearing therefor, it is hereby ORDERED THAT:

1. Pursuant to section 365 of the Bankruptcy Code and the Corrected Fifth Rejection Notice, the following contracts (the "<u>CIG Contracts</u>") between Extraction Oil & Gas, Inc. and Colorado Interstate Gas Company ("<u>CIG</u>") are deemed rejected effective December 10, 2020:

Counterparty	<b>Debtor Counterparty</b>	Description of Contract
Colorado Interstate Gas	Extraction Oil & Gas,	Transportation Service
Company	Inc.	Agreement (Agreement No.
		215940)
Colorado Interstate Gas	Extraction Oil & Gas,	Transportation Service
Company	Inc.	Agreement (Agreement No.
		215942)
Colorado Interstate Gas	Extraction Oil & Gas,	Transportation Service
Company	Inc.	Agreement (Agreement No.
		215945)

- 2. This order and rejection of the CIG Contracts shall not prejudice, impair, diminish, create or enlarge (i) the positions of the Debtors and the Federal Energy Regulatory Commission ("FERC") with respect to post-rejection jurisdiction and authority of FERC, if any, with respect to any rights under the CIG Contracts that may survive rejection of such CIG Contracts and (ii) the rights and obligations of the Debtors and the FERC under the *Findings Of Fact, Conclusions Of Law, And Order Confirming The Sixth Amended Joint Plan Of Reorganization Of Extraction Oil* & Gas, Inc. And Its Debtor Affiliates Pursuant To Chapter 11 Of The Bankruptcy Code [Docket No. 1509] (the "Confirmation Order") and in connection with FERC's appeal of the Confirmation Order.
- 3. To the extent CIG asserts claims arising from the rejection of the CIG Contracts, CIG must file a Proof of Claim on or before the date that is thirty (30) days following the date of entry of this Order.

Case 20-11548-CSS Doc 1618 Filed 01/11/21 Page 3 of 3

4. CIG may draw on the letter of credit in the amount of \$8,744,737.20 in its

possession and apply such proceeds to its rejection damages, without prejudice to the filing of an

unsecured claim for the remainder of its rejection damages subject to the deadline for filing such

claim in paragraph 3 above and the Debtors' right to object to such claim.

5. This Order resolves the CIG Limited Objection.

6. Notwithstanding Bankruptcy Rule 6004(h), the terms and conditions of this Order

are immediately effective and enforceable upon its entry.

7. The Debtors are authorized to take all actions necessary to effectuate the relief

granted in this Order.

8. The Court retains exclusive jurisdiction with respect to all matters arising from or

related to the implementation, inn, and enforcement of this Order.

Dated: January 11th, 2021

Wilmington, Delaware

CHRISTOPHER S. SONTCHI

**UNITED STATES BANKRUPTCY JUDGE**