MRG, LP CE Pad SESE Section 11, T5N R68W City of Loveland Larimer County, Colorado

WATER PLAN

MRG, LP (MRG), has drafted this plan in accordance with 304.c.(18).

The wells proposed in this project will be hydraulically fractured. Water will be piped to the location to be used for completion operations.

MRG will not be utilizing water that has been recycled from other oil and gas purposes. All water used for the proposed project will be non-potable water. Domestic, recreational, or agricultural water will not be used. No water will be withdrawn from local drinking water sources nor will municipal water be used.

This industrial, non-oil and gas recycled water will be used for dust mitigation, drilling, and completion operations. MRG will purchase water from A&W Water Service. The water will be withdrawn from industrial reservoirs and transported to location via the existing drainage ditch system to minimize truck traffic. The water will flow through the drainage ditch system to the nearest point of the CE Pad, where a temporary surface line will be utilized to extract the water and transport it the remaining distance to location. Approximately 0.5 miles of temporary surface line will be installed alongside the existing roads. The temporary surface line will be staked in place to prevent migration during active operations.

MRG is proposing up to fifteen horizontal wells for this location. The project is anticipated to use 5,000 barrels for drilling per well (75,000 bbls total for drilling) and 180,000 barrels for completion operations per well (approximately 2,700,000 bbls total for completions).

Planned Volume of Surface Water:	2,775,000 bbls
Planned Volume of Groundwater:	0
Planned Source Location:	40.392551 -104.932434
Seller's Name:	A&W Water Service
Seller's Mailing Address:	13025 Co Rd. 16, Fort Lupton, CO 80621
Planned Volume of Recycled Water to be	0 bbls
Used:	

Industrial Water Source

MRG's operations will use industrial freshwater exclusively for dust mitigation to minimize the potential of residual pollutants that could be transported to nearby surface waters.