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

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In re:	) (	Chapter 11
EXTRACTION OIL & GAS, INC. et al.,1	) C	Case No. 20-11548 (CSS)
Reorganized Debtors.	) ) (J	Jointly Administered)
	) ) R	e: Docket Nos. 2024 & 2037

ORDER SUSTAINING REORGANIZED DEBTORS' EIGHTEENTH OMNIBUS (SUBSTANTIVE) OBJECTION TO CERTAIN (A) NO LIABILITY CLAIMS; AND (B) NO LIABILITY ROYALTY CLAIMS, PURSUANT TO SECTION 502(b) OF THE BANKRUPTCY CODE, BANKRUPTCY RULES 3003 AND 3007, AND BANKRUPTCY LOCAL RULE 3007-1

Upon the objection (the "Objection")<sup>2</sup> of the above-captioned reorganized debtors (the "Reorganized Debtors") for entry of this Order pursuant to section 502(b) of the Bankruptcy Code, Bankruptcy Rules 3003 and 3007, and Bankruptcy Local Rule 3007-1, disallowing the Disputed Claims; and this Court having jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334 and the Amended Standing Order; and that this Court may enter a final order consistent with Article III of the United States Constitution; and this Court having found that venue of this proceeding and the Objection in this district is proper pursuant to 28 U.S.C. §§ 1408 and 1409; and this Court having found that the relief requested in the Objection is in the best interests of the Reorganized Debtors, the Debtors' estates, their creditors, and other parties in interest; and this Court having found that the Reorganized Debtors' notice of the Objection and opportunity for a

<sup>&</sup>lt;sup>2</sup> All capitalized terms used but otherwise not defined herein shall have the meanings set forth in the Objection.



The Reorganized Debtors in these chapter 11 cases, along with the last four digits of each Reorganized 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 Reorganized Debtors' principal place of business is 370 17th Street, Suite 5200, Denver, Colorado 80202.

hearing on the Objection were appropriate and no other notice need be provided; and this Court having reviewed the Objection and having heard the statements in support of the relief requested therein at a hearing before this Court (the "Hearing"); and upon the First Day Declaration; and upon the declaration of Thomas Behnke; and this Court having determined that the legal and factual bases set forth in the Objection and at the Hearing establish just cause for the relief granted herein; and upon all of the proceedings had before this Court; and after due deliberation and sufficient cause appearing therefor, it is HEREBY ORDERED THAT:

- 1. The Objection is SUSTAINED as set forth herein.
- 2. The No Liability Claims identified on the attached **Exhibit 1** are hereby disallowed in their entirety
- 3. The No Liability Royalty Claims identified on the attached **Exhibit 2** are hereby disallowed in their entirety.
- 4. The Reorganized Debtors' objection to each Disputed Claim addressed in the Objection constitutes a separate contested matter as contemplated by Bankruptcy Rule 9014. This Order shall be deemed a separate order with respect to each claim. Any stay of this Order pending appeal by any of the claimants subject to this Order shall only apply to the contested matter that involves such claimant and shall not act to stay the applicability or finality of this Order with respect to the other contested matters covered hereby.
- 5. Nothing in the Objection or this Order constitutes a waiver of the Reorganized Debtors' rights to object to any claims not previously disallowed or to assert any claims, counterclaims, rights of offset or recoupment, or any other claims against the claimants listed on Exhibits 1-2 hereto, all of which rights are expressly preserved. Additionally, to the extent the Objection was denied with respect to any of the Disputed Claims, the Reorganized Debtors' rights

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to object to such Disputed Claims on any grounds other than those set forth in the Objection

are preserved.

6. The Reorganized Debtors and KCC are authorized to take any and all actions that

are necessary or appropriate to give effect to this Order.

7. Nothing in the Objection or this Order shall be construed as an allowance of

any Claim.

8. To the extent that the Objection does not comply in all respects with the

requirements of Bankruptcy Local Rule 3007-1, the requirements of Bankruptcy Local

Rule 3007-1 are waived.

9. This Court retains exclusive jurisdiction with respect to all matters arising from or

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

Dated: September 24th, 2021 Wilmington, Delaware

CHRISTOPHER S. SONTCHI

**UNITED STATES BANKRUPTCY JUDGE** 

## Exhibit 1

No Liability Claims

## Extraction Oil & Gas, Inc. 20-11548 Eighteenth Omnibus Objection Exhibit 1 - No Liability Claims

	្ន Case 20-115	48 <u>-</u> CSS	Doc 2044-1	. Filed (	)9/ <u>2</u> 4/21 Page 2	of_2	I
REASON FOR DISALLOWANCE	According to the Debtors' books and records, Debtors are not liable for the asserted claim per a review of the claimant's Proof of Claim, the documents attached thereto, and a reasonable review of the Debtors' books and records. Additionally, according to the Colorado Department of Revenue, Taxation Division, the Debtors' are required by law to withhold certain severance and ad valorem taxes (https://protect-us.mimecast.com/s/kY7qCKrQxWuVRAyNuMmm3L? It domain=tax.colorado.gov).	According to the Debtors' books and records, Debtors are not liable for the asserted claim per a review of the claimant's Proo of Claim, the documents attached thereto, and a reasonable review of the Debtors' books and records.	Claim was partially satisfied on 4/16/20 via check number 64856. The remainder of the claim was satisfied via Cure payment in the amount of \$3,248.00.		According to the Debtors' books and records, Debtors are not Gliable for the asserted claim per a review of the claimant's Proof Claim, the documents attached thereto, and a reasonable review of the Debtors' books and records. Additionally, according to the Colorado Department of Revenue, Taxation Division, the Debtors' are required by law to withhold certain severance and ad valorem taxes (https://protect-bar.colorado.gov).	According to the Debtors' books and records, Debtors are not Diable for the asserted claim per a review of the claimant's Proof Claim, the documents attached thereto, and a reasonable review of the Debtors' books and records. Additionally, according to the Colorado Department of Revenue, Taxation Division, the Debtors' are required by law to withhold certain severance and ad valorem taxes (https://protect-us.mimecast.com/s/kY7qCKrQxWuVRAyNuMmm3L? domain=tax.colorado.gov).	
CLAIM AMOUNT	\$ 6,238.24	\$ 297.10	\$ 4,872.00		\$ 8,779.31	\$21,936.61	\$ 42,123.26
CLAIM#	0601	2294	2340^		1098	1103	TOTAL
DEBTOR	Extraction Oil & Gas, Inc.	Extraction Oil & Gas, Inc.	Extraction Oil & Gas, Inc.	Partially Satisfied Claims.	Extraction Oil & Gas, Inc.	Extraction Oil & Gas, Inc.	
DATE FILED	8/13/2020	8/27/2020	9/1/2020	ion, Exhibit 2 -	8/13/2020	8/13/2020	
NAME	1 ANTHONY & VIOLA BURROUGHS 39701 CR 47 AULT, CO 80610	2 BRENDAN GATES 12 LEACH LANE ASHLAND, MA 01721	3 KRAN LLC ERIC WHITEHEAD 3620 W 10TH STREET, UNIT B BOX 171 GREELEY, CO 80634 FAIR HARBOR CAPITAL, LLC AS ASSIGNEE OF KRAN LLC ANSONIA FINANCE STATION	PO BOX 237037 NEW YORK, NY 10023 ^ Claim 2340 is filed on the Fourth Notice of Satisfaction, Exhibit 2 - Partially Sati	4 ROBERT C BURROUGHS PATRICIA JO BURROUGHS PO BOX 579 AULT, CO 80610	5 ROBERT C BURROUGHS PO BOX 579 AULT, CO 80610	

## Exhibit 2

**No Liability Royalty Claims** 

Extraction Oil & Gas, Inc. 20-11548 Eighteenth Omnibus Objection Exhibit 2 - No Liability Royalty Claims

ASSERTED CLAIM AMOUNT	\$ 526.35	Case	\$ \$20-33 \$ \$20-33	548-CSS	Doo	2044-2	Filed	09/24/2	21 F	Page 2	? of 2
CLAIM#	486		TOTAL								
DEBTOR	Extraction Oil & Gas, Inc.	e been paid in full.									
CASE NUMBER	20-11548	epetition claims have									
DATE FILED CASE NUMBER	8/9/2020	ORECELT, CO 2003.  Reason: The Debtors have no liability on their books and records for royalty or any other claim. All prepetition claims have been paid in full.									
NAME	1 MARVIN RIVERA LA PARRA 1006 B STREET	Reason: The Debtors have no liabi									