



Shareholder FAQ

1. Why did Extraction file for chapter 11?

- Over the last year, Extraction's board of directors and management team have taken proactive steps to address the challenging oil and natural gas price environment. Among other initiatives, Extraction has worked to improve the company's capital efficiency and reduce its overall cost structure.
- Like many other exploration and production companies, Extraction's financial position has been significantly impacted by the COVID-19 pandemic and sustained downturn in oil and gas prices.
- Over the last several months, Extraction has discussed potential go-forward options and the steps the Company might need to take to strengthen our balance sheet and improve our overall cost structure in the current market environment.
- Undergoing a financial restructuring through a voluntary process represents the next phase for Extraction as we work with our creditors on a plan to right-size our balance sheet, further invest in our assets, and generate long-term value for our stakeholders.
- The actions we intend to take will deleverage our balance sheet and enable us to devote even more of our resources to competing in today's market.
- We are confident in our future and believe that we will emerge as a stronger company.

2. What corporate entities are included in the filings?

- The following entities filed for chapter 11: Extraction Oil & Gas, Inc.; 7N, LLC; 8 North, LLC; Axis Exploration, LLC; Extraction Finance Corp.; Mountaintop Minerals, LLC; Northwest Corridor Holdings, LLC; Table Mountain Resources, LLC; XOG Services, LLC; and XTR Midstream, LLC.
- Elevation Midstream is not included in the chapter 11 filing.

3. How will the filing affect day-to-day operations at Extraction? Does Extraction have sufficient liquidity to continue operating throughout this process?

- We are taking the appropriate steps to ensure our business continues to operate in the ordinary course and that our employees remain as unaffected as possible by the chapter 11 filing. We remain focused on maximizing the value of our high-quality assets.
- We have sufficient liquidity to run our business. Extraction received commitments from certain of its senior lenders for \$50 million in new financing, which, along with cash on hand and cash flow generated by ongoing operations, will be used to support the business and fund continued capital investment throughout the restructuring process.



4. When will Extraction complete the restructuring process?

- Extraction intends to move through the chapter 11 process as quickly and efficiently as possible. Prior to the chapter 11 filing we entered into a Restructuring Support Agreement with certain holders of our senior notes, and we are working with our key financial stakeholders on a consensual plan of reorganization. We plan to provide updates regarding the process in a timely manner.
- Consummation of the chapter 11 plan will be subject to confirmation by the Bankruptcy Court. The plan of reorganization is expected to be filed within 21 days of the bankruptcy filing date. Confirmation of the plan is anticipated to occur within approximately 6 months of the filing date.
- Important milestones and other information will be provided as the process continues.

5. What will happen to the Company's common stock that I own? Will I receive any compensation if the stock is cancelled?

- It is too early to say what will happen to Extraction's common stock as a result of the restructuring process. Any recovery to existing stockholders will be determined in connection with Extraction's plan of reorganization upon emergence from chapter 11.

6. Will the Company's common stock stop being publicly traded now that the Company has filed for chapter 11 protection?

- While the Company moves through the restructuring process, Extraction common stock may continue to be traded over the counter, but we cannot assure you that it will continue to be traded.

7. Can / should I sell my stock now?

- We are not in a position to offer investment advice.
- Any recovery to existing stockholders will be determined in connection with Extraction's plan of reorganization upon emergence from chapter 11.
- Extraction will seek to limit the ability for certain stockholders to sell their shares during the chapter 11 cases to protect Extraction's valuable net operating losses.
- Please contact your investment advisor or brokerage firm to discuss the options available to you.

8. How can I obtain more information?

- We will continue to keep you informed of new information as we move through this financial restructuring process.
- A special section of our website, www.extractionog.com/restructuring-information, has been developed to provide additional information.



- In addition, our noticing agent has set up a website that includes free access to court documents and other information on the bankruptcy process at <http://www.kccllc.net/extractionog>.
- We have also established a toll-free information hotline at call (866) 571-1791 (U.S./Canada) or (781) 575-2049 (International) to address specific questions and concerns.