

Part II **Organizational Action** *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ [SEE ATTACHMENT](#)

18 Can any resulting loss be recognized? ▶ [SEE ATTACHMENT](#)

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ [SEE ATTACHMENT](#)

Sign Here Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ _____ Date ▶ _____

Print your name ▶ _____ Title ▶ _____

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Firm's name ▶	Firm's EIN ▶			
	Firm's address ▶	Phone no.			

Civitas Resources, Inc.
EIN: 61-1630631

Attachment to Form 8937—Part II

The information contained herein is being provided pursuant to the requirements of Section 6045B of the Internal Revenue Code of 1986, as amended (the “*Code*”), and includes a general summary regarding the application of certain U.S. federal income tax laws and regulations relating to the effects of the Extraction Merger (as defined below) on the U.S. holders (as defined below). The information contained herein does not constitute tax advice, nor does it purport to be complete or describe any U.S. holder’s specific circumstances. U.S. holders are urged to consult their own tax advisors regarding the determinations set forth herein and any tax considerations related to the Extraction Merger and their ownership of the BCEI Common Stock (as defined below). Upon consummation of the Extraction Merger, Bonanza Creek Energy, Inc. (“*Bonanza Creek*”) changed its name to Civitas Resources, Inc. (“*Civitas Resources*”), and Bonanza Creek changed its stock symbol on the NYSE from BCEI to CIVI. As such, any reference herein to Bonanza Creek or BCEI Common Stock shall include Civitas Resources or CIVI common stock.

Line 10

Civitas Resources Common Stock: CUSIP 17888H 103

Line 14

Pursuant to the Agreement and Plan of Merger (as amended, the “*Merger Agreement*”), dated as of May 9, 2021, by and among Bonanza Creek, a Delaware corporation, Raptor Eagle Merger Sub, Inc., a Delaware corporation and wholly owned subsidiary of Bonanza Creek (“*Merger Sub*”), and Extraction Oil & Gas, Inc., a Delaware corporation (“*Extraction*”), Merger Sub merged with and into Extraction on November 1, 2021, with Extraction surviving as a wholly-owned subsidiary of Bonanza Creek (the “*Extraction Merger*”). In connection therewith, each issued and outstanding eligible share of common stock, par value \$0.01 per share, of Extraction (the “*Extraction Common Stock*”) was converted into the right to receive (i) 1.1711 shares of common stock, par value \$0.01 per share, of Bonanza Creek (“*BCEI Common Stock*”), (ii) approximately 0.017225678 shares of BCEI Common Stock as the Additional Share Consideration (as defined in the Merger Agreement), and (iii) cash paid in lieu of fractional shares, if any.

For a further description of the Extraction Merger, Extraction Common Stock, the BCEI Common Stock, and the Additional Share Consideration, please see Bonanza Creek’s Registration Statement on Form S-4 (File No. 333-257882, as amended and supplemented, the “*Registration Statement*”), declared effective by the Securities Exchange Commission on September 28, 2021, which is available on Bonanza Creek’s website at <https://ir.civitasresources.com/investor-relations/financials/sec-filings/default.aspx>.

Line 15

For purposes of this Form 8937, the term “U.S. holder” has the meaning assigned to it in the Registration Statement, which is available on Bonanza Creek’s website at <https://ir.civitasresources.com/investor-relations/financials/sec-filings/default.aspx>.

The exchange by U.S. holders of shares of Extraction Common Stock for shares of BCEI Common Stock, pursuant to the Extraction Merger, is expected to qualify as a reorganization pursuant to Section 368(a) of the Code. As such, a U.S. holder’s aggregate tax basis in the shares of BCEI Common Stock received pursuant to the Extraction Merger (including any fractional share interests in BCEI Common Stock deemed received and exchanged for cash, as discussed in the Registration Statement) will equal the aggregate adjusted tax basis in the U.S. holder’s shares of Extraction Common Stock for which it exchanged therefor.

The actual tax basis in a U.S. holder’s shares of BCEI Common Stock will differ for each U.S. holder and will be dependent on the U.S. holder’s tax basis in its shares of Extraction Common Stock exchanged pursuant to the Extraction Merger.

A U.S. holder who receives cash in lieu of a fractional share of BCEI Common Stock generally will be treated as having received such fractional share pursuant to the Extraction Merger, and then as having sold such fractional share for cash. Gain or loss generally will be recognized based on the difference between the amount of such cash received and the portion of the U.S. holder’s aggregate adjusted tax basis of its shares of Extraction Common Stock surrendered that is allocable to the fractional share of BCEI Common Stock.

Line 16

See the response to Item 15 above. The aggregate basis in the shares of BCEI Common Stock received by a U.S. holder in the Extraction Merger (including any fractional share interests in BCEI Common Stock deemed received and exchanged for cash, as discussed above) will generally be equal to the aggregate basis in the shares of Extraction Common Stock surrendered in exchange therefor.

Line 17

Sections 354, 358, 368, and 1001.

Line 18

See the response to Item 15 above. Generally, a U.S. holder of shares of Extraction Common Stock will not recognize any loss as a result of the Extraction Merger (except for any loss recognized with respect to any cash received in lieu of a fractional share of BCEI Common Stock). As described in Line 15, a U.S. holder who receives cash in lieu of a fractional share of BCEI Common Stock generally will be treated as having sold such fractional share for cash and may recognize loss as a result of such sale.

Line 19

The Extraction Merger was effective on November 1, 2021. The stock basis adjustments resulting from the Extraction Merger should be taken into account in the tax year of the U.S. holder that includes November 1, 2021 (e.g., 2021 for calendar year taxpayers).