CHECKLIST ENVIRONMENTAL ASSESSMENT

Proposed Action: Approve Drilling Permit (Form 22)

Project/Well Name: Nevins 24X-12 **Operator:** White Rock Oil & Gas, LLC

Location: SE SW Section 12 T23N-R56E

County: Richland MT; Field (or Wildcat): Wildcat Richland

Proposed Project Date: 5/15/2024

I. DESCRIPTION OF ACTION

Triple derrick drilling rig to drill a single lateral horizontal Bakken Formation test, 21,000'MD/10,750'TVD.

II. PROJECT DEVELOPMENT

1. PUBLIC INVOLVEMENT, AGENCIES, GROUPS, OR INDIVIDUALS CONTACTED

Montana Bureau of Mines and Geology, GWIC website (Richland County Wells).

US Fish and Wildlife, Region 6 website ENDANGERED, THREATENED, PROPOSED AND CANDIDATE SPECIES MONTANA COUNTIES, Richland County

Montana Natural Heritage Program Website (FWP) Heritage State Rank= S1, S2, S3, T23N R56E

Montana Cadastral Website

Surface Ownership and surface use Section 12 T23N R56E

Montana Department of Natural Resources MEPA Submittal

2. ALTERNATIVES CONSIDERED

No Action Alternative: The proposed well would not be drilled.

Action Alternative: White Rock Oil & Gas, LLC would have permission to drill the well.

III. IMPACTS ON THE PHYSICAL ENVIRONMENT

3. AIR QUALITY

Long drilling time: No, 5-10 days.

Unusually deep drilling (high horsepower rig): No

Possible H2S gas production: Potentially in Mississippian formations.

In/near Class I air quality area: No.

Air quality permit for flaring/venting (if productive): Yes, DEQ air quality permit required under 75-2-

211. AQB review.

Comments: No special concerns – Triple derrick drilling rig to drill a single lateral horizontal Bakken Formation test, 21,000'MD/10,750'TVD. If there are no gas gathering systems nearby, associated gas can be flared under Board Rule 36.22.1220.

4. WATER QUALITY

Salt/oil based mud: Will drill with oil based invert drilling fluids for the intermediate casing hole. Horizontal hole will be drilled with saltwater. Surface casing hole will be drilled with freshwater and freshwater mud system, Rule 36.22.100.1

Surface drainage leads to live water: No, there is an unnamed ephemeral drainage about 1/10 of a mile to the west which leads to a larger unnamed ephemeral drainage about ½ of a mile to the north. Another unnamed ephemeral drainage is located about 300 ft to the east and leads to the same larger unnamed ephemeral drainage to the north about ½ of a mile away.

Water well contamination: No, GWIC lists two stockwater wells about 1/2 of a mile to the northeast. The depths are 37 and 40'. The permit application does not list these wells on a topo map.

Porous/permeable soils: Slight, gravelly clay.

Class I stream drainage: No.

Groundwater vulnerability area: No.

Mitigation:

- __ Lined reserve pit
- X Adequate surface casing
- __ Berms/dykes, re-routed drainage
- X Closed mud system
- X Off-site disposal of solids/liquids (in approved facility)

Comments: Steel surface casing to be set at 2,200' to protect ground water. (Rule 36.22.1001).

5. SOILS/VEGETATION/LAND USE

Vegetation: Grasslands.

Stream crossings: None anticipated.

High erosion potential: No, small cut of 7.1' and a small fill of 7.4' required. Loss of soil productivity: No, location to be restored after drilling, if plugged.

Unusually large wellsite (Describe dimensions): A large wellsite for a single well pad, 500' by 500'.

	ct with existing land use/values: Slight, grasslands. Mitigation Avoid improvements (topographic tolerance) Exception location requested X Stockpile topsoil Stream Crossing Permit (other agency review) X Reclaim unused part of wellsite if productive Special construction methods to enhance reclamation s Road: Access will be off of County Road 128. A new access of about 166' will be built into					
	location.					
	g fluids/solids: Using a closed loop system. Cuttings will be hauled off to be disposed of at a State red disposal facility. Excess fluids will be returned to the mud system prior to transport.					
6.	HEALTH HAZARDS/NOISE					
about 4 Possib	nity to public facilities/residences: No residences within a ½ mile radius. A residence is located 4/5 of a mile to the west. Sidney, MT is about 15 miles to the southeast. ility of H2S: Possibility in Mississippian formations. frig/length of drilling time: Triple derrick, 5-10 days. Mitigation:					

7. WILDLIFE/RECREATION

Sage Grouse: No.

Proximity to sensitive wildlife areas (DFWP identified): None identified.

Proximity to recreation sites: None.

Creation of new access to wildlife habitat: None. Conflict with game range/refuge management: None.

Threatened or endangered Species: Species listed as threatened or endangered in Richland County, MT are the Pallid Sturgeon, Yellow-billed Cuckoo, Piping Plover, Whooping Crane, and Northern Myotis. The Montana Natural Heritage Program lists eleven (11) species of concern, the Whooping Crane, Hoary Bat, Little Brown Myotis, Spotted Bat, Bobolink, Chestnut-collared Longspur, Baird's Sparrow, Bat Roost, Sprague's Pipit, Loggerhead Shrike, and Iowa Darter.

Mitigation: Avoidance (topographic tolerance/exception) Other agency review (DFWP, federal agencies, DNRC Trust Lands) Screening/fencing of pits, drillsite Other: Comments: Private grasslands. There may be species of concern that maybe impacted by this wellsite. We ask the operator to consult with the surface owner as to what he would like done if a species of concern is discovered at this location. The Board of Oil & Gas has no jurisdiction over private surface lands. No concerns.					
IV. IMPACTS ON THE HUMAN POPULATION					
8. HISTORICAL/CULTURAL/PALEONTOLOGICAL					
Proximity to known sites: Mitigation avoidance (topographic tolerance, location exception) other agency review (SHPO, DNRC Trust Lands, federal agencies) Other: The Board of Oil & Gas has no jurisdiction over private surface lands.					
9. SOCIAL/ECONOMIC					
Substantial effect on tax base Create demand for new governmental services Population increase or relocation Comments: No concerns.					
IV SUMMARY					

No long term impacts expected. Some short term impacts will occur, but can be mitigated. I conclude that the approval of the subject Notice of Intent to Drill (does/<u>does not</u>) constitute a major action of state government significantly affecting the quality of the human environment, and (does/<u>does not</u>) require the preparation of an environmental impact statement.

EA Checklist	Name:	John Gizicki	Date:	4/24/24
Prepared By:	Title:	Chief Field Inspector		