CHECKLIST ENVIRONMENTAL ASSESSMENT

Proposed Action: Approve Drilling Permit (Form 22)

Project/Well Name: Ronin 2 SWD Operator: Phoenix Operating LLC

State: Montana

Location: SWSE Section 35 T29N R57E

County: Roosevelt

Field (or Wildcat): Wildcat

Proposed Project Date: Unkown

I. DESCRIPTION OF ACTION

Triple derrick drilling rig to drill a single SWD Well to 10,760'MD/5537' TVD.

II. PROJECT DEVELOPMENT

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

10 days from public notification opportunity to protest for hearing:

Published in Helena Independent Record on 7/10/2025. Published in Northern Plains Independent on 7/10/2025.

No written demand for hearing has been filed per ARM 36.22.1409 as of 7/21/2025.

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

US Fish and Wildlife, ENDANGERED, THREATENED, PROPOSED AND CANDIDATE SPECIES MONTANA COUNTIES, Roosevelt

Montana Natural Heritage Program Website (FWP) Heritage State Rank= S1, S2, S3, T29N R57E

Montana Cadastral Website

Surface Ownership and surface use Section 35 T29N R57E

Montana Department of Natural Resources MEPA Submittal.

USDA Soil Survey Website.

B. ALTERNATIVES CONSIDERED

No Action Alternative: Permit to drill the well would not be issued by BOGC.

Action Alternative: Referred to the BOGC for further environmental review.

III. IMPACTS ON THE PHYSICAL ENVIRONMENT

A. AIR QUALITY

Long drilling time: No, 5-10 days.

Unusually deep drilling (high horsepower rig): No

Emission sources: Vehicles traveling on county road to location, combustion engines on location during

drilling operations. Fugitive dust from traveling operations and location during active drilling.

Possible H2S gas production: None Anticipated

In/near Class I air quality area: No.

Air quality permit for flaring/venting (if productive): No, this is a disposal well.

Comments: No special concerns – Triple derrick drilling rig to drill a single SWD Well to 10,760'MD/5537' TVD.

B. WATER QUALITY

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

High water table: No.

Surface drainage leads to live water: No, closest drainage is a no named small ephemeral drainage 500'east of location.

Water well contamination: The closest water well is a test well drilled to 70', well is located about .46 of a mile to the North and West in grassland field. The surface hole will be drilled with freshwater and freshwater mud to 2,100' and steel surface casing will be run and cemented to surface to protect groundwater.

Porous/permeable soils: No, clay loam.

Class I stream drainage: None. 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)

Other

Comments: Steel surface casing will be run and cemented to surface to protect ground water. (Rule 36.22.1001).

Comments: Surface hole will be drilled with a freshwater mud system to 2100'. Steel surface casing will be run to 2100' and cemented back to surface to protect freshwater zones in adjacent water wells, Rule 36.22.1001. Also, covering Fox Hills aquifer. Adequate surface casing and BOP equipment to prevent problems, (5,000 psi annular and double ram), Rule 36.22.1014.)

C. SOILS/VEGETATION/LAND USE

Vegetation: Grass land.

Stream crossings: No Stream crossing for access road.

High erosion potential: Slight, large cut of up to 26.7 and a large fill of up to 21.6'. Loss of soil productivity: No, location will be restored after drilling if unproductive.

Unusually large wellsite (Describe dimensions): A large well site 750'X 500' required for a 6-well pad. 4 Oil wells and 2 SWD wells.

Damage to improvements: Slight, well located in range grassland.

Mitigation

- __ Avoid improvements (topographic tolerance)
- Exception location requested
- Stockpile topsoil
- Stream Crossing Permit (other agency review)
- _Reclaim unused part of wellsite if productive
- Special construction methods to enhance reclamation

Access Road: Access will be from County Road 2054, .5 miles west from intersection of Road 1010. A new access of 400' will be built into location.

Drilling fluids/solids: Phoenix will not be utilizing a drilling pit. Drilling fluids and solids will be transported to a state approved disposal facility.

D. HEALTH HAZARDS/NOISE

Proximity to public facilities/residences: No occupied structures within a 1/4-mile radius. Closest occupied structure is 0.8 of a mile away in N ½ Section 5 T28N R58E. The town of Bainville, MT is about 6 miles to the southeast.

Possibility of H2S: Possibility in Mississippian formations.

Size of rig/length of drilling time: 5-10 days.

Mitigation:

X Proper BOP equipment	
Topographic sound barriers	S

- H2S contingency and/or evacuation plan
- Special equipment/procedures requirements
- Other:

E. WILDLIFE/RECREATION

Sage Grouse: No.

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

Proximity to recreation sites: None.

Creation of new access to wildlife habitat: No. Conflict with game range/refuge management: No.

Threatened or endangered species: Roosevelt County are the Pallid Sturgeon, Sicklefin Chub, Interior Least Tern, Whooping Crane, Piping Plover, Northern Long-eared Bat, Leconte's Sparrow, Bobolink, Snapping Turtle, and Monarch.

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- Avoidance (topographic tolerance/exception)
- _Other agency review (DFWP, federal agencies, DNRC Trust Lands)
- __ Screening/fencing of pits, drillsite

Other:

Comments: Private grass lands. 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

A. 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.

B. 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: Ben Davis Date: 10/3/2025

Prepared By: Title: Technical Program Coordinator