From:	Sarah Hudson
To:	Kourtney Romine
Cc:	<u>James Thum; kristina.fugate@ag.idaho.gov; External - Joy M. Vega; sjb@msbtlaw.com; cdm@msbtlaw.com;</u> james@idunionlaw.com; molly@idunionlaw.com; deastman@woodgrain.com; Michael Christian
Subject:	Exhibit Disclosure
Date:	Friday, October 02, 2020 04:50:52 PM
Attachments:	SROG Exhibit Disclosure for Continued Hearing.pdf EX. SR 12 PowerPoint Presentation.pptx

Attached please find the SROG Exhibit Disclosure for Continued Hearing from Mike Christian. Also attached is EX. SR 12 which is a PowerPoint. If you have any questions, please feel free to contact us.

Thank you, Sarah Hudson Legal Assistant

101 S. Capitol Blvd., Suite 930 Boise, ID 83702 p. 208. 473.7009 | f. 208.473.7661 | e. sarah@smithmalek.com

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For additional information about Smith + Malek, PLLC, including a list of attorneys, please see our website at www.smithmalek.com <<u>http://www.smithmalek.com</u>>.**

BEFORE THE OIL AND GAS CONSERVATION COMMISSION STATE OF IDAHO

In the Matter of Application of Snake) River Oil and Gas, LLC, for an order) establishing a spacing unit for Fallon #1-10) well consisting of the E ½ of the SE ¼ of) Section 9, SW ¼ of Section 10, N ½ of the) N ½ of the NW ¼ of Section 15, and the N) ½ of the NE ¼ of the NE ¼ of Section 16,) Township 8 North, Range 5 West, Boise) Meridian, Payette County, Idaho)

SNAKE RIVER OIL AND GAS, LLC, Applicant.

Docket No. CC-2020-OGR-01-001

APPLICANT'S DISCLOSURE OF EXHIBITS FOR CONTINUED HEARING

Applicant Snake River Oil and Gas, LLC discloses the following exhibit for the

continued hearing of this matter on October 6, 2020:

- 1. <u>Exhibits</u>: Attached are copies of the following exhibits:
 - a. SR12: PowerPoint presentation

Dated this 2nd day of October, 2020.

SMITH+MALEK PLLC

Michael Christian Attorney for Applicant

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that on this 2nd day of October, 2020, I caused to be served a true and correct copy of the foregoing by the method indicated below, and addressed as follows:

James Thum Idaho Department of Lands P.O. Box 83720 Boise, Idaho 83720-0050	 [] U.S. Mail [] Certified Mail, return receipt requested [] Overnight Delivery [] Messenger Delivery [X] Email: jthum@idl.idaho.gov
Kristina Fugate Deputy Attorney General P.O. Box 83720 Boise, ID 83720	 [] U.S. Mail [] Certified Mail, return receipt requested [] Overnight Delivery [] Messenger Delivery [X] Email: kristina.fugate@ag.idaho.gov
Joy Vega Deputy Attorney General P.O. Box 83720 Boise, ID 83720	 [] U.S. Mail [] Certified Mail, return receipt requested [] Overnight Delivery [] Messenger Delivery [X] Email: joy.vega@ag.idaho.gov
Kourtney Romine Idaho Department of Lands P.O. Box 83720 Boise, Idaho 83720-0050	 [] U.S. Mail [] Certified Mail, return receipt requested [] Overnight Delivery [] Messenger Delivery [X] Email: kromine@idl.idaho.gov
Stephanie Bonney Cherise McClain MSBT Law, Chtd. Attorneys for City of Fruitland 7699 W. Riverside Dr. Boise, ID 83714	 [] U.S. Mail [] Certified Mail, return receipt requested [] Overnight Delivery [] Messenger Delivery [X] Email: sjb@msbtlaw.com, cdm@msbtlaw.com

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whalt

Michael Christian

Explanation for correction to error on structure map

This PowerPoint is submitted in response to Paragraphs 7-9 of Section D of the Administrator's Conclusions of Law in the September 14, 2020, Continuance and Notice of Continued Hearing. An error was discovered in the structure map submitted previously as Exhibit SR-1 and Base B Sand map used to calculate the isopach map. The error was made converting the seismic times to depth. The seismic data clearly show where the top of the B Sand intersects the base of the B Sand. It was indicated on the submitted structure and isopach maps in Exhibit SR-1 with a thin dotted line and labeled "B Sand Net Pay isopach zero line on SE is where -1289' intersects Base of B Sand". Location is critical because the intersection line is the furthest south the B Sand can be drained by the Fallon #1-10 if water drive. It occurs well north of the south boundary and well west of the east boundary of the 300-acre unit.

The error occurred because, in converting from seismic time to subsea depth for the Top B Sand and Base B Sand maps, I used the time-depth chart from the Barlow #1-14 instead of the one from the Fallon #1-10. The difference, and how it affects the structure and isopach maps, are shown in this PowerPoint. First, though, Slides 2-4 illustrate the error. Then, slides 5-9 demonstrate how that critical intersection line was constructed. Slide 10 compares the two time-depth charts and the amount of difference. Slide 11 demonstrates how the time-depth chart for the Fallon 1-10 was constructed. The error is completely in the construction of the maps and not the actual location of the intersection line. Slide 12 is the new Top B Sand depth map, 13 the Base B Sand depth map, and 14 the new isopach map to replace those in Exhibit SR-1. When it was indicated the structure and isopach maps included in Exhibit SR-1 implied that the Fallon 1-10 would drain south of the unit boundary, I was incredulous, as I knew that the depth of the Top Pay in the B Sand intersected the Base of B Sand well north of the unit boundary. The Fallon 1-10 could not drain south of the boundary if water drive. So, I checked the maps and found that hearing officer was correct and that an error existed in the exhibit. The error is mine in using the incorrect time-depth chart and not double-checking my work. Below, I go through my calculations that demonstrate the error. For the locations of Circles 1-3, go to the maps on slides 3 and 4, which are from the original Exhibit SR-1, and see the green circles.

- Circle 1: B Sand depth=-1260', B Sand Isopach=60' => Base B Sand = -1320'.
- Circle 2: B Sand depth=-1220', B Sand Isopach=110' => Base B Sand = -1330'.
- Circle 3: B Sand depth=-1170', B Sand Isopach=160' => Base B Sand = -1330'.
- Consequently, all three points are deeper than the Top of the B Sand in the Fallon #1-10.
- At this point, I will demonstrate why the intersection line is drawn as it is on the submitted depth and isopach maps in Exhibit SR-1, and why these points are erroneous.







Proposed 300-Acre Unit & Gross Thickness Isopach Map for Fallon B Sand



Placement of Intersection Line

• On the following four slides of three NW-SE lines and one SW-NE line I demonstrate where the depth of the Top of the B Sand intersects the Base of the B Sand. The Top of the B Sand is critical because the Fallon 1-10 cannot drain above that depth if water drive.

















Comparison of Time-Depth charts between Barlow 1-14 and Fallon 1-10

Barlow 1-14 Time-Depth Chart

Depth(Feet)	Time
-1050.00	1.11706
-1066.00	1.12129
-1100.00	1.12988
-1150.00	1.14250
-1200.00	1.15509
-1250.00	1.16759
-1300.00	1.18003
-1334.00	1.18837
-1350.00	1.19229
-1400.00	1.20462
-1440.00	1.21445
-1450.00	1.21665
-1500.00	1.22869
-1550.00	1.24073
-1600.00	1.25230
-1733.00	1.28151
-1812.00	1.30007

Fallon 1-10 Time-Depth Chart

Depth(Feet)	Time
-1042.71	1.12100
-1050.00	1.12272
-1080.84	1.13000
-1100.00	1.13452
-1150.00	1.14632
-1191.00	1.15600
-1200.00	1.15894
-1250.00	1.17527
-1289.00	1.18800
-1300.00	1.19027
-1350.00	1.20060
-1381.00	1.20700
-1400.00	1.21153
-1430.00	1.21869
-1450.00	1.22347
-1500.00	1.23540
-1509.49	1.23766
-1600.00	1.25926
-2520.02	1.47880
-2545.58	1.48490
-2643.00	1.50815

• Compare the differences in time-> depth conversion at the three circles in slides 3 and 4.

Circle 1			Barlow depth	Fallon depth
Top B Sand time		1.167	-1250	-1225
Base B Sand time		1.182	-1308	-1270
	sopach		58	45
Circle 2				
Top B Sand time		1.157	-1207	-1195
Base B Sand time		1.18	-1300	-1264
			93	69
Circle 3				
Top B Sand time		1.144	-1156	-1140
Base B Sand time		1.184	-1316	-1276
			160	136

• Top of B Sand is slightly higher using Fallon. The thicker the time interval, the more significant the difference in isopach values.

Construction of the timedepth conversion chart for the Fallon 1-10.

> A seismic trace veering left (colored red here) means a soft interface, such as a gas sand like the A Sand and the B Sand tops.

A seismic trace veering right (colored black here) means a hard interface, such as a gas/water interface or a basalt top.

> Red marker here is Base B Sand



Depth(Feet)	Time
-1042.71	1.12100
-1050.00	1.12272
-1080.84	1.13000
-1100.00	1.13452
-1150.00	1.14632
-1191.00	1.15600
-1200.00	1.15894
-1250.00	1.17527
-1289.00	1.18800
-1300.00	1.19027
-1350.00	1.20060
-1381.00	1.20700
-1400.00	1.21153
-1430.00	1.21869
-1450.00	1.22347
-1500.00	1.23540
-1509.49	1.23766
-1600.00	1.25926
-2520.02	1.47880
-2545.58	1.48490
-2643.00	1.50815

Fallon 1-10 Time-Depth Chart

The following slides show the depth structure maps for the Top and Base of the Fallon B Sand and the isopach between.

Proposed 300-Acre Unit & Depth Structure: Top Fallon B Sand



Depth Structure: Top Fallon B Sand C.1.= 50' T8N – R5W Sept 2020

Proposed 300-Acre Unit & Depth Structure: Base Fallon B Sand



Proposed 300-Acre Unit & Gross Isopach: Fallon B Sand



Sept. 2020