IDAHO DEPARTMENT OF LANDS DIRECTOR'S OFFICE 300 N 6th Street Suite 103 PO Box 83720 Boise ID 83720-0050 Phone (208) 334-0200 Fax (208) 334-5342



MICK THOMAS, DIVISION ADMINISTRATOR SECRETARY TO THE COMMISSION IDAHO OIL AND GAS CONSERVATION COMMISSION Betty Coppersmith, Chairman Marc Shigeta, Vice-Chairman Jim Classen Renee Love, Ph.D Dustin T. Miller

February 11, 2020

Snake River Oil & Gas, LLC Attn: Mr. Chris Weiser 117 East Calhoun Magnolia, AR 71753-3528

SUBJECT: Conditional Transfer of Well Permits, Well Operations

Dear Mr. Weiser,

This correspondence is notification that the Idaho Department of Lands recognizes the transfer of the well permits listed below from AM Idaho, LLC to Snake River Oil & Gas, LLC. The designation of Snake River Oil & Gas, LLC as the designated operator of the wells only applies to the wells designated below and does not apply to leases administered by Idaho Department of Lands, current applications, or Orders issued by Idaho Department of Lands or the Idaho Oil & Gas Conservation Commission to Alta Mesa Services, LP, or AM Idaho LLC.

The Department of Lands received and accepted your Power of Attorney and Acknowledgment of Surety from RLI Insurance Company in the amount of \$100,000 for the following wells:

No.	API Number	Well Name
1.	11-075-20-020	DJS Properties #1-15
2.	11-075-20-022	ML Investments #2-10
3.	11-075-20-023	DJS Properties #2-14
4.	11-075-20-024	Kauffman #1-34
5.	11-075-20-025	ML Investments #1-11
6.	11-075-20-026	ML Investments #1-3
7.	11-075-20-027	Kauffman #1-9
8.	11-075-20-029	ML Investments #2-3
9.	11-075-20-031	ML Investments #3-10
10.	11-075-20-033	Barlow #1-14
11.	11-075-20-032	Fallon #1-10

The Idaho Department of Lands does not recognize the transfer of operator for the Tracy Trust #3-2 well (USWN 11-075-20011) because it has not received a bond for the required amount of \$100,000 per IDAPA 20.07.02.220.03 and IDAPA 20.07.02.220.04.

By assuming operatorship of the wells listed above, Snake River agrees to assume full responsibility for the operation and eventual abandonment in conformity with the laws, rules, regulations and orders issued by the Commission.

If you have any questions, please don't hesitate to contact me at your earliest convenience.

Sincerely,

Ahomas

Mick Thomas Division Administrator, Oil & Gas Secretary to the Oil & Gas Commission (208) 334-0298 Office Website: <u>https://ogcc.idaho.gov</u> <u>News</u> | <u>Facebook</u> | <u>Twitter</u> | <u>Web</u> <u>Sign up to receive news from IDL</u>

ecc: Chad Rader, Richard Brown, Nathan Caldwell, James Thum

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TOM SCHULTZ SECRETARY TO THE COMMISSION

IDAHO OIL AND GAS CONSERVATION COMMISSION

James Classen Ken Smith Margaret Chipman Chris Beck Sid Cellan

June 24, 2014

Ronda Louderman Regulatory Coordinator 15021 Katy Frwy., Suite 400 Houston, TX 77094

SUBJECT: Permit to Drill API#11-075-20026, ML Investments 1-3

The Idaho Department of Lands has completed our review of this permit to drill for oil. Enclosed is a copy of the approved permit. This permit was approved with the following stipulations:

- 1. The permittee shall be required to submit an affidavit covering the initial BOP pressure test after installation signed by the operator or contractor attesting to the satisfactory pressure test.
- 2. The permittee shall ensure tanks are adequately sized, designed and constructed for the reception and confinement of mud and cuttings and to prevent contamination of streams and potable water.
- 3. Drilled holes cannot be used for any other purposes unless they are constructed according to the applicable well construction standards administered by the Idaho Department of Water Resources.
- 4. Applicant will obtain any needed water rights from Idaho Department of Water Resources if nearby wells will be used to supply water for the drilling operations.
- 5. All well log information required by IDAPA 20.07.02.091 will be submitted to IDL within 30 days of the logs being run.
- 6. Idaho Department of Lands inspectors shall have 24 hour, unencumbered access for compliance and regulatory purposes.
- 7. All cementing operations shall be in accordance with IDAPA 20.07.02.050. Cement will be returned to surface on all string via the

pump and plug method or other method as approved by the Department.

- 8. This permit does not grant the right for ingress or egress nor does this application grant the right to production from unleased lands
- 9. No production or drainage must occur until all circumstance in item 8 above has been met or the Commission has issued an order to satisfy item 8.

Please ensure that all operations are conducted in accordance with the requirements of IDAPA 20.07.02 (Rules Governing Conservation Of Crude Oil And Natural Gas In The State Of Idaho).

This permit will be administered by AJ Mondor in our Southwest Supervisory Area. He will be inspecting the drilling operation. Please contact him at 208-334-3488 if you have any questions.

Sincerely,

Robert R. Johnson P.G. Oil & Gas Program Manager

cc: AJ Mondor, Resource Specialist, IDL Southwest Office Chad Hersley, IDWR, PO Box 83720, Boise, Idaho 83720-0098



PERKING PEITERICH GREATHOUSE MODGAN BANKIN

101 MORGAN KEEGAN DRIVE, SUITE A | LITTLE ROCK, AR 72202 P.O. BOX 251618 | LITTLE ROCK, AR 72225-1618 TEL: (501) 603-9000 | FAX: (501) 603-0556 | PPGMRLAW.COM | PLLC

JOHN F. PEISERICH JOHN®PPGMRLAW.COM

June 6, 2014

Mr. Bobby Johnson Idaho Department of Lands Idaho Oil and Gas Conservation Commission 300 N. 6th Street, Suite 103 Boise, ID 83702

> RE: Direction Deviation Letter Application Section 3, Township 8 North, Range 4 West Willow Field, Payette County, Idaho

Mr. Johnson,

Please allow this letter to serve as Alta Mesa Services, LP's application for a deviation from vertical for its well proposed in Section 3, Township 8 North, Range 4 West in the Willow Field located in Payette County, Idaho. The well permit application is being transmitted concurrently for your consideration and Alta Mesa Services, LP ("Applicant") requests that this letter application be attached to the well permit as an additional submittal. The well permit application previously submitted includes the information regarding the surface and bottom hole locations along with the planned well path from the directional contractor.

The proposed deviation is requested due to the topographic conditions present at the surface immediately above the bottom hole location. The topography is extremely rugged, composed of a steep hillside that would require extensive excavation that, even with such excavation, may not provide a safe working environment. In additional to ensuring a safe working environment, the Applicant also seeks to minimize the surface impacts by reducing amount of excavating required.

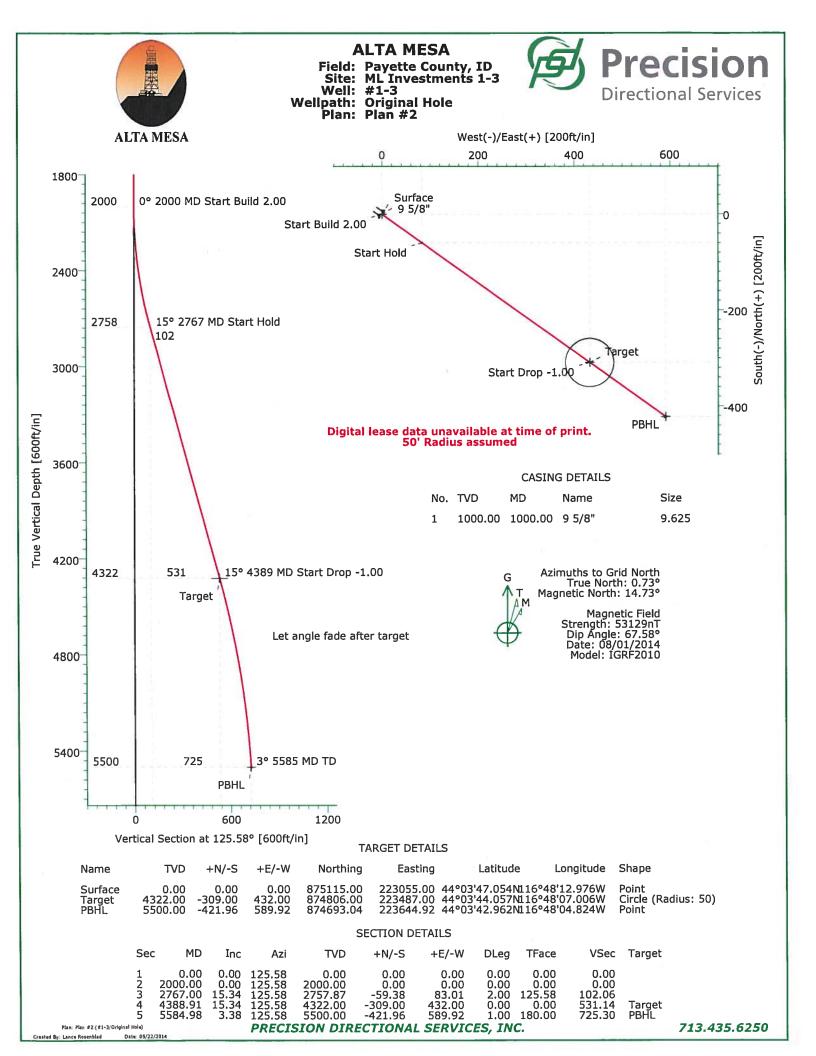
It should be noted that AM Idaho, LLC is the only working interest owner in the offset sections and thus would be operator in each of those sections. As such, no notice to the offset operator is provided.

If you have any questions regarding this application for deviation from vertical, please contact me.

Sincerely,

John Peiserich

	Application For Permit to Drill, Deepen or Plug Back 🛛 🚊
	Application For Permit to Drill, Deepen or Plug Back
NAME OF COMPANY	OR OPERATOR: Alta Mesa Services, LPDate: 05-23-14
Address: <u>15021 Ka</u>	
City: Houston	State: <u>TX</u> Zip Code: <u>77094</u> Telephone: <u>713-530-0991</u>
	da Louderman Email Address: rlouderman@altamesa.net
1	DESCRIPTION OF WELL AND LEASE
Name of Lease: ML In	nvestmentsWell Number: 1-3Elevation (ground) 2,675 feet
Well Location: Sectio	on: <u>3</u> Township: <u>8 North</u> Range: <u>4 West</u> (or block and su
(give footage f	from Section lines): Surface Location - 1,625' from North Section line; 1,975' from West
Section line. Botton	<u>n hole location – 1,934' from North Section line; 2,413' from West Section line</u>
Field and Reservoir (if	f wildcat, so state): <u>Willow</u> County: <u>Payette</u>
	d direction from nearest town or post office:6.68 miles East
Nearest distance from	proposed location to property or lease line: <u>Surface – 468' from North Lease line; Bottom – 178' f</u>
East Lease line Distan	nce from proposed location to nearest drilling, completed or applied for on the same lease:N/A
Proposed depth: 5	5,500' Rotary or cable tools: Rotary
Planned logging tools:	Mud Logging only while drilling. After: Gamma Ray; Propagation Resistivity; Density, Ne
	apture Spectroscopy; Sonic; and Percussion sidewall cores will be completed by wireline.
	start: June 20, 2014 Number of acres in lease(s): 640
••	ase, including this well, completed in or drilling to this reservoir: 1
	h one or more wells drilled, complete the following information:
·	name) N/A
	application to deepen or plug back, briefly describe work to be done, giving present producing z
•	ducing zone) N/A
	adding 2010/
CERTIFICATE: 1,	, the undersigned, state that I am the <u>Regulatory Coordinator</u>
CERTIFICATE: I, of <u>Alta Mesa Servi</u>	• • • • • • • • • • • • • • • • • • •
of Alta Mesa Servi	• • • • • • • • • • • • • • • • • • •
of <u>Alta Mesa Servi</u> (company) and that	rices, LP
of <u>Alta Mesa Servi</u> (company) and that I under my supervision knowledge.	ices, LP I am authorized by said company to make this application and that this application was prepare and direction and that the facts stated herein are true, correct and complete to the best of my
of <u>Alta Mesa Servi</u> (company) and that I under my supervision knowledge.	ices, LP I am authorized by said company to make this application and that this application was prepare and direction and that the facts stated herein are true, correct and complete to the best of my
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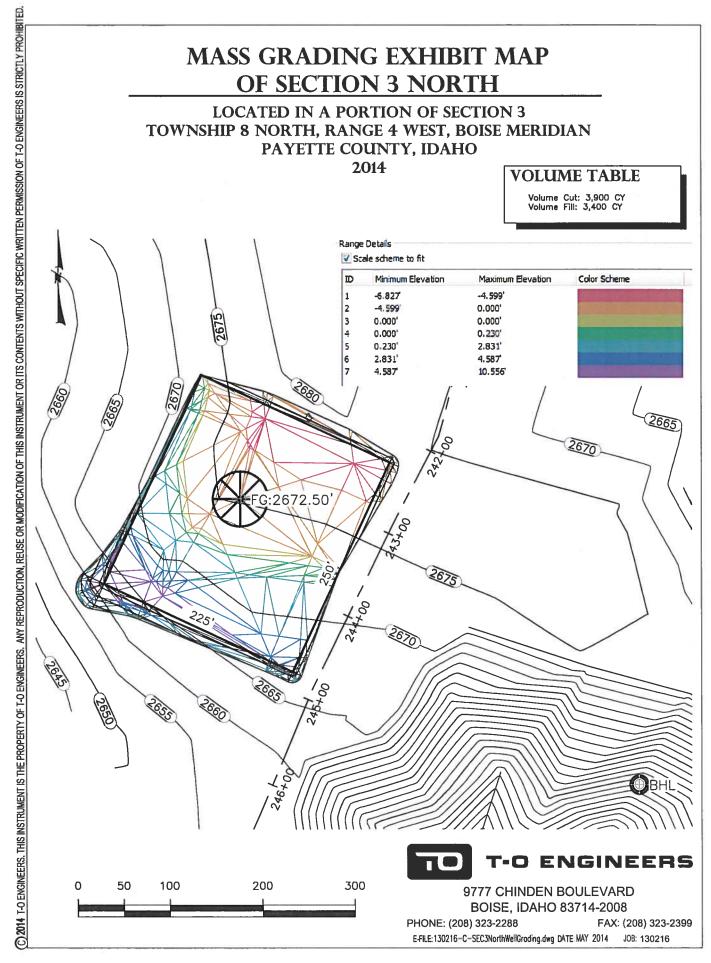


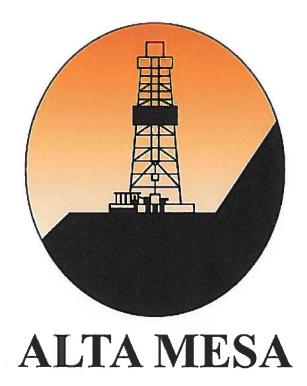
Precision Directional Services, Inc. Planning Report

Field: Site: Well:	ALTA MESA Payette Cou ML Investme #1-3 Original Hole	nty, ID ents 1-3				Date: 05/22/2 Co-ordinate(NE Vertical (TVD)) Section (VS) Ref Plan:) Reference:	2675'G	1-3, Grid N L+12'KB 26 .00N,0.00E		Page:	1
Field:	Payette Co	ounty, ID								· · · · · · · · · · · · · · · · · · ·		
Geo Datum	n: US State F : NAD27 (C Mean Sea		ate System	1927		Map Zone: Coordinate Geomagneti		ldaho, Well (IGRF2		lone		
Site:	ML Investr	ments 1-3										
Site Position From: Position Un Ground Lev	Map certainty: vel:	0.00 2596.00			115.00 ft 055.00 ft	t Longitude: North Refer Grid Conve	ence:		47.054 N 12.976 W Grid -0.73 deg]		····
Well:	#1-3					Slot Name:						
Well Position	+E	/-S 0.00 /-W 0.00 0.00) ft Eastin		115.00 fi 055.00 fi		4 11		47.054 N 12.976 W			
Wellpath: Current Da Magnetic D Field Streng Vertical Sec	Original Ho tum: 265 ata: gth:) nT	Height 26 +N/-S ft	687.00 fi	Drilled From Tie-on Dept Above Syste Declination: Mag Dip An +E/-W ft	h: em Datum:	Surfac Mean Direct deg	0.00 ft Sea Level 14.00 deg 67.58 deg			
		0.00		0.00		0.00		125.58			•	
Plan: Principal:	Plan #2 p2 for datu No	Im conversior	1			Date Compo Version: Tied-to:	osed:	05/21/ 1 From :	2014 Surface			
	n Informatio											
MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W ft		Build deg/100ft	Turn deg/100fi	TFO deg	Target		
0.00 2000.00 2767.00 4388.91 5584.98	0.00 0.00 15.34 15.34 3.38	125.58 125.58 125.58 125.58 125.58 125.58	0.00 2000.00 2757.87 4322.00 5500.00	0.00 0.00 -59.38 -309.00 -421.96	0.00 0.00 83.01 432.00 589.92	0 0.00 1 2.00 0 0.00	0.00 0.00 2.00 0.00 -1.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 125.58 0.00 180.00	Target PBHL		
Survey												
MD ft	Incl deg	Azim deg	TVD ft	+N/-S ft	+E/-W	v vs ft	DLS deg/100ft	Build deg/100	Turn ft deg/100	Tool/Co it	mment	
2000.00 2100.00 2200.00 2300.00 2400.00	0.00 2.00 4.00 6.00 8.00	125.58 125.58 125.58 125.58 125.58	2000.00 2099.98 2199.84 2299.45 2398.70	0.00 -1.02 -4.06 -9.13 -16.22	0.00 1.42 5.68 12.76 22.68	2 1.75 3 6.98 6 15.69	0.00 2.00 2.00 2.00 2.00 2.00	0.00 2.00 2.00 2.00 2.00	0.00 0.00 0.00 0.00 0.00 0.00			
2500.00 2600.00 2700.00 2767.00 2800.00	10.00 12.00 14.00 15.34 15.34	125.58 125.58 125.58 125.58 125.58 125.58	2497.47 2595.62 2693.06 2757.87 2789.69	-25.32 -36.42 -49.51 -59.38 -64.46	35.40 50.92 69.2 83.0 90.1	2 62.60 1 85.10 1 102.06	2.00 2.00 2.00 2.00 0.00	2.00 2.00 2.00 2.00 0.00	0.00 0.00 0.00 0.00 0.00			
2900.00 3000.00 3100.00 3200.00 3300.00	15.34 15.34 15.34 15.34 15.34	125.58 125.58 125.58 125.58 125.58 125.58	2886.13 2982.57 3079.01 3175.44 3271.88	-79.85 -95.24 -110.63 -126.02 -141.41	111.63 133.15 154.67 176.18 197.70	5 163.70 7 190.16 8 216.61	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00	0.00 0.00 0.00 0.00 0.00			
3400.00	15.34	125.58	3368.32	-156.80	219.22	2 269.52	0.00	0.00	0.00			

Precision Directional Services, Inc. Planning Report

Company: Field: Site: Well: Wellpath:	ALTA MES Payette Co ML Investm #1-3 Original Ho	unty, ID nents 1-3				Vert	ordinate(NH ical (TVD) ion (VS) Re	E) Reference Reference:	Time: e: Well: # 2675'G Well (0 Plan #2	1-3, (iL+12 .00N	Grid No 2'KB 26	587.0			age:		2
Survey										_				_			
MD ft	Incl deg	Azim deg	TVD ft	+N/- f		+E/-W ft	VS ft	DLS deg/100ft	Build deg/100		urn g/100f		Fool/C	Comm	ent		
3500.00	15.34	125.58	3464.75	-172.	19	240.73	295.98	0.00	0.00		0.00						
3600.00	15.34	125.58	3561.19	-187.		262.25	322.43	0.00	0.00		0.00						
3700.00	15.34	125.58	3657.63	-202.		283.77	348.89	0.00	0.00		0.00						
3800.00	15.34	125.58	3754.07	-218.	36	305.28	375.34	0.00	0.00	I	0.00						
3900.00	15.34	125.58	3850.50	-233.	75	326.80	401.80	0.00	0.00	1	0.00						
4000.00	15.34	125.58	3946.94	-249.			428.25	0.00	0.00		0.00						
4100.00	15.34	125.58	4043.38	-264.	53	369.83	454.70	0.00	0.00		0.00						
4200.00	15.34	125.58	4139.82	-279.	92	391.35	481.16	0.00	0.00	I	0.00						
4300.00	15.34	125.58	4236.25	-295.	32	412.87	507.61	0.00	0.00	I	0.00						
4388.91	15.34	125.58	4322.00	-309.	00	432.00	531.14	0.00	0.00		0.00	-	Farget	Ē			
4400.00	15.23	125.58	4332.69	-310.		434.38	534.06	1.00	-1.00		0.00		ago	•			
4500.00	14.23	125.58	4429.41	-325.		455.06	559.48	1.00	-1.00		0.00						
4600.00	13.23	125.58	4526.55	-339.	30	474.36	583.22	1.00	-1.00		0.00						
4700.00	12.23	125.58	4624.09	-352.	12	492.28	605.25	1.00	-1.00		0.00						
4800.00	11.23	125.58	4722.00	-363.	04	508.81	625.58	1.00	-1.00		0.00						
4900.00	10.23	125.58	4820.25	-303.		523.96	644.19	1.00	-1.00		0.00						
5000.00	9.23	125.58	4918.81	-384.		537.70	661.09	1.00	-1.00		0.00						
5100.00	8.23	125.58	5017.65	-393.		550.04	676.27	1.00	-1.00		0.00						
5200.00	7.23	125.58	5116.74	-401.		560.98	689.72	1.00	-1.00		0.00	×					
5200.00	6.00	105 50	5010.05	400	00	E70 E1	701 44	1 00	1 00		0.00						
5300.00 5400.00	6.23 5.23	125.58 125.58	5216.05 5315.55	-408. -413.		570.51 578.63	701.44 711.42	1.00 1.00	-1.00 -1.00		0.00 0.00						
5500.00	4.23	125.58	5415.21	-418.		585.34	719.66	1.00	-1.00		0.00						
5584.98	3.38	125.58	5500.00	-421.		589.92	725.30	1.00	-1.00		0.00	F	PBHL				
Targets																	
Name		Description Dip.	TV Dir. ft		+N/-S	+E/-W ft	Maj Norti ft				Latitu Min		>			gitude Sec	
Surfac		Dip.								44	3 47	054	NI	110	40	10.07	C 14/
	-			00	0.00		87511		55.00	44						12.976	
	cle (Radius: n hit target	50)	4322.	- 00	309.00	432.00	87480	6.00 2234	87.00	44	3 44	.057	N	116	48	7.006	3 W
PBHL	n hit target		5500.	- 00	421.96	589.92	87469	3.04 2236	44.92	44	3 42	.962	N	116	48	4.824	ŧ W
Casing Poi	nts																
MD ft	TVD ft	Diameter in	r Hole S in	ize	Nar	ne											
1000.00	1000.00	9.625	12.25	50 9	9 5/8"												
1000.00	1000.00	9.625	12.25	50 S	9 5/8"												





ALTA MESA SERVICES, LP

IDL Permit Supplement ML Investments 1-3 Payette County, ID May 22, 2014

IDL Per	mit Supplement	
AFE #:	TBD	

_		
1	Bac	kground Information
2	Geo	logic Prognosis
	2.1	Prospect
	2.2	Proposed Well:
	2.3	Estimated Geological Formation Tops
3	Site	Preparation
	3.1	Access Roads
	3.2	Erosion Control
	3.3	Cellars
	3.4	Pit System
	3.5	Sump
4	Wel	l Construction
	4.1	Casing and Cementing Program
	4.2	Proposed Wellbore Schematic
	4.3	Blow-Out Preventers
	4.4	13-3/8" Conductor
	4.5	12-1/4" Surface Hole
	4.6	8-3/4" Production Hole
5	Con	npletion
6	Wel	lhead
	6.1	Surface Wellhead System
	6.2	Complete Wellhead System with Tree
7	Rec	lamation

IDL Permit S AFE #: TBD		ML Investments 1-3 Willow	P	yette County, ID May 22, 2014
1 <u>Backgr</u>	ound Information			
Objective:	The objective of this operation	is to drill a vertical well	to 5,500'TVD/5,585'MD).
AFE #:	TBD	County:	Payette	
Well Type:	Vertical	State:	Idaho	
Well Name:	ML Investments 1-3	Section:	3	
Field:	Willow	Township:	8N	
		Range:	4W	
Mapping Ref	erence:			
System:	NAD83 / NAD27	Mag Dec:	14.15 [®] (01-Jul-2013)	
Zone:	UTM11	Grid Conv.:	. , ,	
SPCS:	Idaho West Zone 1103	Total Corr.:	14.90113°	
Coordinates:				
Surface Loca	tion:	Bottom Hole	Location:	
NAD83		NAD83		
Lat.:	N 44° 03' 46.64988''	Lat.:	44° 03' 43.65085"	
Long.:	W 116° 48' 16.52932''	Long.:	116° 48' 10.55714"	
SPCS:	2347469.7 ft. E	SPCS:	2347901.9 ft. E	
	875088.0 ft. N		874778.7 W	
NAD27		NAD27		
SPCS:	223055 ft. E	SPCS:	223487 ft. E	
	875115 ft. N		874806 ft. N	
Elevation:		Diamed TD.		
	2 675 8	Planned TD:		
GL:	2,675 ft.	MD:	5,585.0 ft.	19
ккв:	2,687 ft.	TVD:	5,500.0 ft.	

RKB: 2,687 ft.

Paul Graham Drilling **Contractor:**

Rig: #7 ML Investments 1-3 Willow

2 <u>Geologic Prognosis</u>

2.1 Prospect

The Ml Investments 1-3 Prospect is designed to test the Willow sand, which is found in the Bridge ML Investments 1-10 well at 4,088' TVD. It is estimated that the target sand will be encountered at +/-4,322' TVD in the Prospect Well.

2.2 PROPOSED WELL:

The well is to be directionally drilled to a measured depth of 5,500' TVD/ 5,585'MD. The surface location is in Section 3-8N-4W (Payette County, Idaho).

2.3 Estimated Geological Formation Tops

		Est. Tops are +/-10'					
		Alta Mesa Sec. 3 North	Alta Mesa Sec. 3 North	Alta Mesa Sec. 3 North			
		Sec. 5 North	Sec. 5 North	Sec. S North			
Formation Tops	Comments	Est. MD	Est. TVD	Est. SS			
Hamilton Sand		1,437	1,437	1,250			
CS Marker 1		1,707	1,707	980			
CS Marker 2 (LS Top)		2,390	2,389	298			
CS Marker 3		2,927	2,913	-225			
Pink Fault		1	1	1			
MF		3,150	3,150	-540			
Willow Sand	TARGET	4,389	4,322	-1,635			
Top Basalt	н. 1	1	1	1			

ML Investments 1-3 Willow

3 Site Preparation

3.1 Access Roads

The proposed surface location is to be accessed by an existing farm road that supports heavy truck traffic, approximately 1.2 miles of improved road over an existing farm path, and 120' of new roadway.

3.2 Erosion Control

Appropriate grading, mechanical stabilization (rip-rap or hay bales), chemical stabilization (soil cement), and silt fencing will be used to prevent soil erosion. All cut and fill slopes are designed with a minimum 2:1 grade to minimize runoff erosion and ensure mechanical stability. See attached engineering drawings.

3.3 Cellars

An 8' deep round cellar box will be installed after the conductor is installed per the relevant section below.

3.4 Pit System

A closed-loop circulating system will be used for this well from spud. Zero discharge practices will be implemented, and all cuttings and waste fluid will be solidified and disposed of at an approved facility. A third party oilfield waste management contractor will provide waste management and tracking services.

3.5 Sump

The location will have a 2' deep trench on downhill sides where the spoil from that trench will be used to construct an earthen berm around the location. The trench will act as a sump to collect rain and wash water for controlled release or appropriate disposal as required.

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4 Well Construction

4.1 Casing and Cementing Program

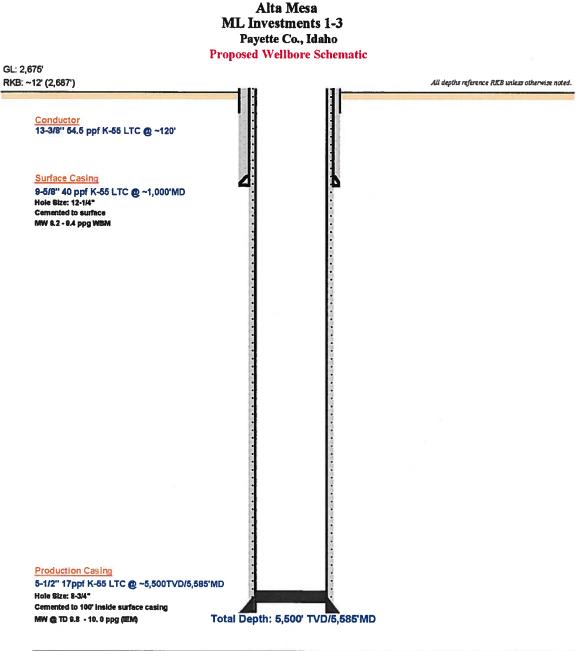
Well Interval	Bit Size	Casing Size, Grade and Weight	Casing Setting Depth	Top of Cement	Cement Type and Volume
Conductor	17-1/2"	13-3/8" 54 ppf K-55 LTC	120'	Surface	Class "A" ~140 sxs 100% excess
Surface	12-1/4"	9-5/8" 40 ppf K-55 LTC	1,000'	Surface	Lead: 100 sxs TCI Beaded Lite @ 10.4 ppg, 100% excess Tail: 50 sxs Class "H" @ 14.8 ppg
Production	8-3/4"	5-1/2" 17 ppf K-55 LTC	5,585'	Surface	Lead: 500 sxs TCI Lite @ 12.7 ppg Tail: 200 sxs Gas Seal @ 16.0 ppg

TCI Beaded Lite: An engineered light weight slurry with excellent compressive strength development the slurry exhibits low fluid loss, thixotropic behavior, and has zero free water.

TCI-Lite: A light weight gel extended slurry that develops excellent compressive strength within 24 hours.

Gas-Seal: A premium production casing slurry that has a gas migration control additive for providing an exceptional cement bond to formation and casing. The slurry also contains clay control with low fluid loss for added gas migration inhibition and slurry stability.

4.2 Proposed Wellbore Schematic



Well Name & No.: ML Investments 1-3	Field: Wildcat
County or Parish: Payette	State: Idaho
Total Depth (MD): 5,585'	(TVD): 5,500'

ML Investments 1-3 Willow

4.3 Blow-Out Preventers

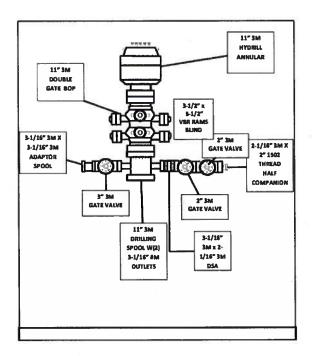
4.3.1 BOP Hardware Configuration

BOP Stack configuration includes an annular preventer and double ram preventers. The top most ram preventer will be fitted with variable ram blocks, the lower ram preventer will be fitted with blind ram blocks. A full-opening safety valve, inside BOP, and functioning wrench – *specific to the pipe in use and only those specific to the pipe in use –* are to be kept on the rig floor with easy access at all times.

4.3.2 BOP Testing

Test annular, rams, choke manifold, FOSV, and IBOP when BOP is first nippled up on casing head. Low-pressure test to 250psi and high-pressure test to 3,000psi (100% of 3M wellhead), except for annular. Test annular preventer to 2,100psi (70% of 3,000psi rating). Test the kelly hose and standpipe back to pump isolation valves to 200 psi above pop off setting or minimum of 3,000 psi. All tests must hold for five minutes. Retest specific component each time a seal is broken. Work BOP's and flush choke lines each trip. Tighten BOP and wellhead bolts every 3 days. Non-ported float valves to be used in BHA after surface casing set.

During drilling and completion operations, the ram-type blow-out preventer shall be function tested by closing on the drill pipe once every seven (7) days. Independently powered accumulators or accumulators and pumps shall maintain a pressure capacity reserve at all times to provide for repeated operation of hydraulic preventers. All tests may be conducted using a test plug. Tests shall be recorded by charts, if required by the Supervisor.



4.4 <u>13-3/8" Conductor</u>

4.4.1 **Drilling**

The conductor will be installed via auger and grout unless surface conditions dictate driving.

4.4.2 Casing

Set Depth (ft.)	Top (RTE)	Size	Weight (#/ft)	Grade	Burst	Collapse	Centralizers
120'	GL	13-3/8"	54.5	K-55	2,730 psi	1,130 psi	None

4.5 <u>12-1/4" Surface Hole</u>

4.5.1 **Drilling**

4.5.1.1 Directional Objective

The surface hole will be drilled vertically to 1,000' MD/TVD.

4.5.1.2 Mud System

The surface hole will be drilled using fresh water based mud. Additives will be included for inhibition and also to build high-viscosity sweeps as necessary.

Measured Depth, ft.	Mud Density, ppg	Funnel Viscosity, cP	Yield Point, lb/100ft ²	API Fluid Loss, ml	рН	LGS %
120 - 1,000'	8.6	25-36	8-12	N/C	7.0-8.0	4 - 7

4.5.2 **Open Hole Evaluation**

No open-hole evaluation will be conducted in this interval

4.5.3 **Casing**

The surface casing is to be set at a depth that isolates problematic formations and usable water strata.

Set Depth	Top (RTE)			Grade		Internal Diameter		Collapse	Tension
1,000'	GL	9-5/8"	40.0	K-55	LTC	8.835"	3,950 psi	2,570 psi	561 kips

IDL Permit Supplement	ML Investments 1-3	Payette County, ID
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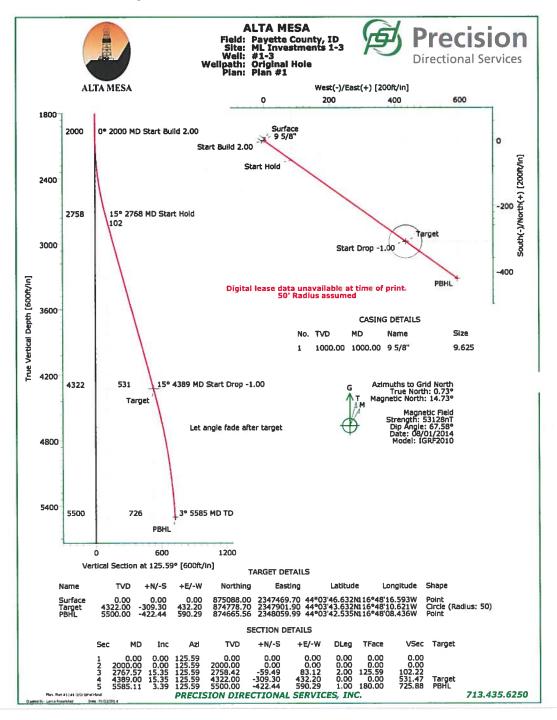
4.6 <u>8-3/4" Production Hole</u>

The 8-3/4" hole will be drilled directionally to ~5,500'TVD/5,585'MD. Kickoff point will be ~2,000' TVD/MD with a build rate of $2^{\circ}/100$ feet to an angle of 15° . At ~4,389'MD the well will be gradually dropped at $1^{\circ}/100$ feet to total depth. Angle at total depth will be ~3°.

4.6.1 **Drilling**

4.6.1.1 Directional Objective

The 8-3/4" production hole will be drilled directionally to 5,500' TVD/ 5,585'MD. Surveys will be obtained using a measurement while drilling (MWD) tool.



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4.6.1.2 Mud System

The production hole interval will be drilled with an invert emulsion mud system.

Measured Depth, ft.	Mud Density, ppg	Funnel Viscosity, cP		HTHP Fluid Loss, ml	ES	LGS %
1,000 - 5,585'	9.2 -9.8	36 - 45	6 - 10	<10.0	>600	< 5%

An invert emulsion drilling fluid will be used from below surface casing to total depth. The production casing will be cemented to surface thus, no drilling fluid will be left in the hole. Drill cuttings waste generated will be managed on location by a third party oilfield waste management company who will supervise the solidification, tracking and transportation to an approved waste disposal site of all oilfield waste generated while drilling. A zero-discharge closed loop sysem will be employed.

4.6.2 Logging Program

While Drilling: Mud logging only

Coring: None

Wireline: After reaching TD, and conditioning the hole, wireline evaluation will be conducted as follows:

- Gamma Ray
- Propagation Resistivity
- Density
- Neutron Porosity
- Electron Capture Spectroscopy
- Sonic
- Percussion sidewall cores

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4.6.3 **Production Casing**

The production casing string is designed to be run to total depth and withstand the expected wellbore pressures.

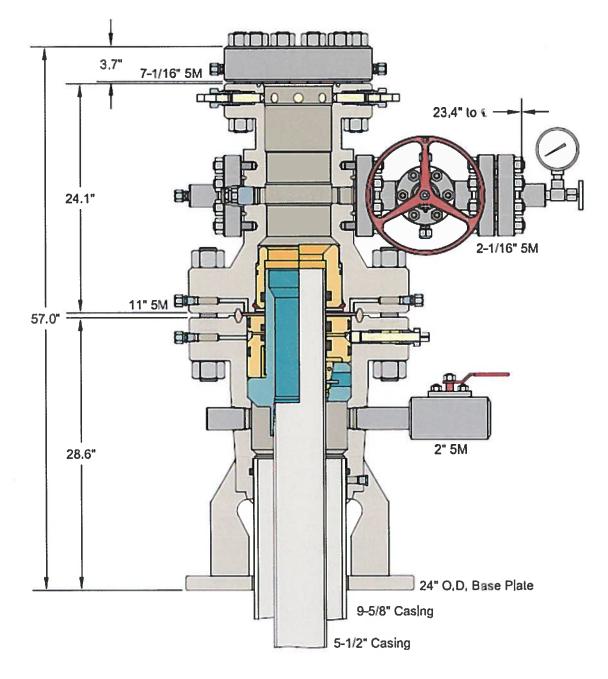
Set Depth ft.			Weight (#/ft)	Grade	Conn.	Drift	Burst	Collapse	Tension
5,585'	GL	5-1/2"	17.0	K-55	LTC	4.892"	5,320 psi	4,910 psi	272 kips

5 <u>Completion</u>

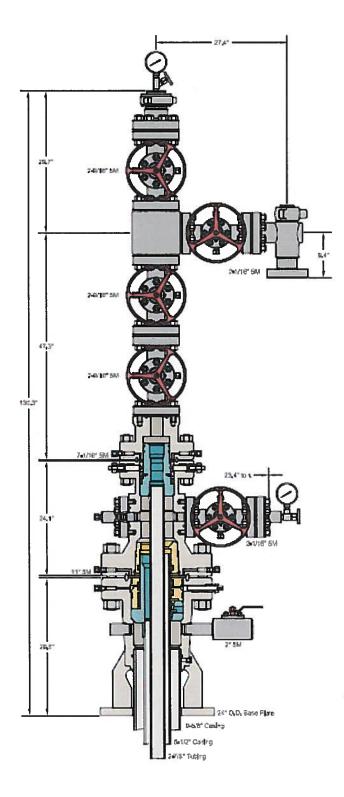
Method of completion will be determined subsequent to review of open-hole log data and cased hole cement bond logs (CBL).

6 Wellhead

6.1 Surface Wellhead System



6.2 Complete Wellhead System with Tree



7 <u>Reclamation</u>

Reclamation will be conducted in accordance with IDAPA 20.07.02.325. To achieve those requirements, Alta Mesa Services, L.P. proposes to address reclamation through a multistep process which is outlined below. As provided for in IDAPA 20.07.02.325.08, Alta Mesa Services, L.P. may enter into a Surface Use Agreement with the landowner the terms of which will ensure that the site is left in a stable, non-eroding condition as required.

- 1. Re-establish slope stability, surface stability, and desired topographic diversity.
 - a. Reconstruct the landscape to the approximate original contour unless otherwise provided for in the Surface Use Agreement
 - b. Maximize geomorphic stability and topographic diversity of the reclaimed topography.
 - c. Eliminate high walls, cut slopes, and/or topographic depressions on site, unless otherwise approved.
 - d. Minimize sheet and rill erosion on the reclaimed area. Eliminate mass wasting, head cutting, large rills or gullies, down cutting in drainages, or overall slope instability on the reclaimed area.
- 2. Maintain the integrity of the topsoil and subsoil (where appropriate and not otherwise dictated by the Surface Use Agreement)
 - a. Identify salvaged topsoil and subsoil.
 - b. Segregation of salvaged soils to protect those materials from erosion, degradation, and contamination.
 - c. Incorporate stored soil material into the disturbed landscape to the extent practicable.
 - d. Stockpiled soils to be stored beyond one growing season shall be stabilized with appropriate vegetation
 - e. Record location and approximate volumes of stockpiles.
- 3. Prepare site for revegetation upon completion of well activities plugging/abandonment.
 - a. Redistribute soil materials in a manner similar to the original vertical profile.
 - b. Reduce compaction to an appropriate depth (generally below the root zone) prior to redistribution of topsoil, to accommodate appropriate site-specific plant species.
 - c. Provide suitable conditions to support the long term establishment and viability of the desired plant community.
 - d. Protect seed and seedling establishment (e.g. erosion control matting, mulching, hydro-seeding, surface roughening, fencing, etc. to be determined based upon site specific conditions
- 4. Establish a desired self-perpetuating native plant community based upon region specific guidance available from NRCS
 - a. Establish species composition, diversity, structure, and total ground cover appropriate for the desired plant community
 - b. Select genetically appropriate and locally adapted native plant materials based on the site characteristics and setting.
 - i. Seed mixtures shall be selected based on soil type, site conditions and intended final use
 - ii. Seed shall not be used later than one year after the test date that appears on the label.
 - iii. The bags of seed shall be clearly labeled indicating test date, weed percentage or % Pure Live Seed (PLS), viability or germination percentage, and inert material

- c. Select non-native plants only as a short term and non-persistent alternative to native plant materials. Ensure the non-natives are designed to aid in the re-establishment of native plant communities. Revegetate in accordance with best practices described below:
 - i. Re-spread topsoil to a minimum depth of 4 inches.
 - ii. Prepare a friable but firm and weed free seedbed that is not compacted by prior construction work.
 - iii. Appropriate firmness can be estimated when a person leaves about a ¹/₄ inch deep footprint.
 - iv. Remove rocks, twigs, concrete, foreign material and clods over 2 inches that can't be broken down.
 - v. Soil moisture content shall be at least 30% soil capacity (estimated). Do not seed into undesirable moisture conditions (e.g. "dust" or "mud").
- d. Plant communities shall be evaluated annually for two years to ensure revegetation success as determined by IDAPA 20.07.02.325
 - i. Repair and reseed areas that have erosion damage as necessary.
 - ii. If a stand has less than 70% ground cover after two years, re-evaluate the choice of plant materials, methods and available light and moisture. Re-establish the stand with modifications based on the evaluation
- 5. Reestablish initial visual composition
 - a. Ensure the reclaimed landscape features conform to the prior conditions of the site.