

#### **GEOPHYSICAL EXPLORATION COMPLETION REPORT - FORM GE 6A**

INDUSTRIAL COMMISSION OF NORTH DAKOTA OIL AND GAS DIVISION 600 EAST BOULEVARD DEPT 405 BISMARCK, ND 58505-0840 SFN 51456 (03-2011)

Shot Hole Operations	*Non-Explosive Operations
	Non - Explosive
SECTION 1	
Geophysical Contractor	
Project Name and Number	County(s)
Project Name and Number	County(s) MCKENZIE
Project Name and Number Township(s)	County(s) MCKENZIE Range(s) 95W

Date Completed

5-9-2017

#### **SECTION 2**

Date Commenced

5-1-2017

			Last S.P. #							
Loaded Holes (Undetonated Shot	Points)									
0.0.4					1	1	r			
S.P.#'s										
Charge Size										
Depth										
Reasons Holes Were Not Shot					1		<u> </u>		<u> </u>	<u> </u>

#### **SECTION 3**

Flowing Holes and/or Blowouts	
S.P.#'s	
Procedure for Plugging Flowing Holes and/or Blowouts	
Include a 7.5 minute USGS topographic quadrangle map or a computer generated	post-plot facsimile of the approximate scale displaying each
individual shot hole, SP #, line #, and legal location.	

GEOPHYSICAL EXPLORATION AFFIDAVIT OF COMPLETION REPORT - FORM GE 6B INDUSTRIAL COMMISSION OF NORTH DAKOTA OIL AND GAS DIVISION 600 EAST BOULEVARD DEPT 405 BISMARCK, ND 58505-0840 SFN 51456 (03-2011)					
PERMIT NAME (Required): HESS RS NELSON FARMS					
PERMIT NUMBER: 97-0278					
AFFIDAVIT OF COMPLETION (GEOPHYSICAL CONTRACTOR)					
STATE OF Colorado )					
STATE OF <u>Colorado</u> ) ) COUNTY OF <u>Denser</u> )					
Before me,					
County and State, this day personally appeared					
who being first duly sworn, deposes and says that (s)he is employed by					
HALLIBURTON, that (s)he has read North Dakota					
Century Code Section 38-08.1, that the foregoing seismic project has been completed in					
accordance with North Dakota Administrative Code Rule 43-02-12 and that the statements on					
the reverse side of this document are true.					
tain Staff					
Geophysical Contractor Representative					
Subscribed in my presence and sworn before me this $154$ day of $4$ and $5$					
PAMELA M. JOHNSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19874101186 MY COMMISSION EXPIRES MAY 01, 2018 Notary Public <u>broch</u> My Company					
My Commission Expires					

### Holweger, Todd L.

ark <price.stark@halliburton.com></price.stark@halliburton.com>
y, May 15, 2017 2:19 PM
jer, Todd L.
5 Nelson Farm 97-0278
E6A and GE6B.pdf; Hess RS Nelson Farms Vibe Locations.kmz

Todd,

Attached are the GE 6A and GE 6B forms as well as a KMZ map file with the actual vibe locations from the field. Images below as well. Let me know if there is anything else to close out this permit.

Vibe 1







Vibe 3



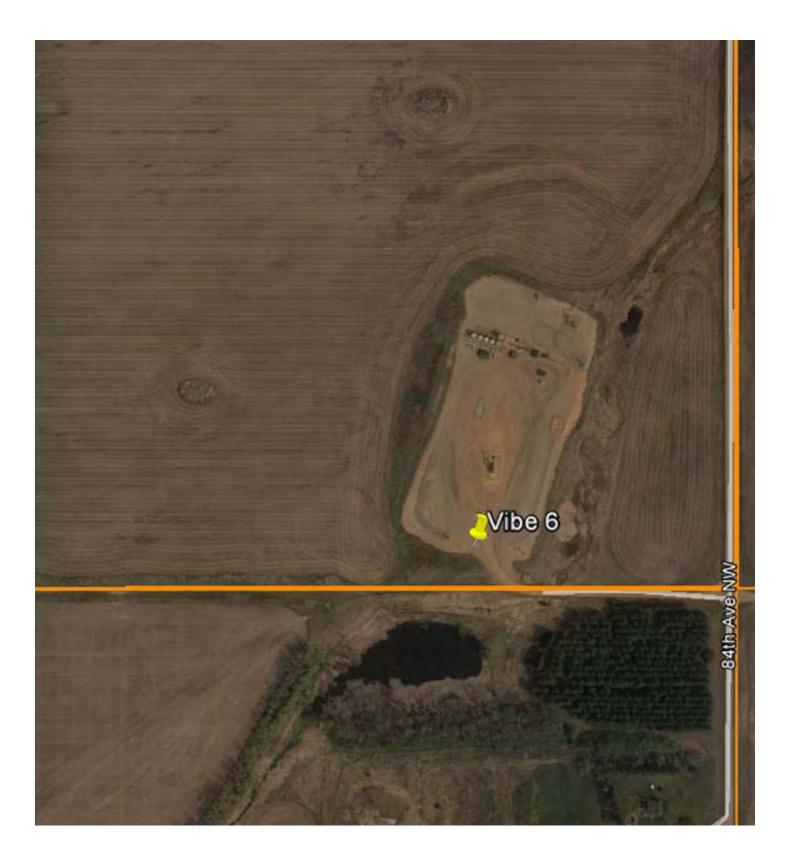








Vibe 6



Sincerely, Price

#### **Price Stark**

Sr. Business Development Pinnacle

1125 17th Street Suite 1900 Denver, CO 80202-2016 Email: <u>price.stark@halliburton.com</u> Office: +1 303-899-4676 Mobile: +1 303-579-2088

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# **Oil and Gas Division**

Lynn D. Helms - Director Bruce E. Hicks - Assistant Director **Department of Mineral Resources** Lynn D. Helms - Director **North Dakota Industrial Commission** www.dmr.nd.gov/oilgas/

April 27, 2017

Mr. Price Stark Sr. Business Development Manager Halliburton Energy Services 1125 17<sup>th</sup> Street, Suite 1900 Denver, CO 80202

RE: HESS RS-NELSON FARMS GEOPHYSICAL EXPLORATION PERMIT #97-0278 MOUNTRAIL COUNTY NON EXPLOSIVE METHOD

Dear Mr. Stark:

Please be advised that we are in receipt of your Geophysical Exploration permit application and it is conditionally approved; effective for one year from April 27, 2017. **PURSUANT TO NDAC 43-02-12-05 (DISTANCE RESTRICTION) non-explosive exploration method may not be conducted not less than 300 feet from a water well, building, underground cistern, pipelines, and flowing spring.** In addition, pursuant to NDAC 43-02-12-06 (NOTIFICATION OF WORK PERFORMED), "The director is authorized to suspend operations of the entire geophysical project, or any portion thereof, if further activity will cause excessive damage to the surface of the land". Review the following conditions for your permit:

- 1. A pre-program meeting with state seismic inspector Tom Torstenson is required. You must contact him at 701-290-1546 (cell) or 701-227-7436 at least 24 hours prior to any exploration operations. <u>Also, a copy of the entire permit is required</u> for all contractors at the pre-program meeting.
- 2. All variances for distance restrictions are to be furnished, and a pre-plot map displaying any source points that do not comply with the distance restriction rule must be supplied to the inspector.
- 3. The following information must be submitted within 30 days of the completion of the project by the Geophysical Company:
  - a. Completion Report,
  - b. Completion Affidavit,
  - c. Post Plot Map. It must show all water wells, buildings, underground cisterns, pipelines, and flowing springs that fall within the program area and within one half mile of the perimeter of the program.

- d. Must provide a GIS layer using NAD83 in an Esri shape file format and an Image file (.img) on a Flash Drive or email: <u>ttorstenson@nd.gov</u> with all source and receiver points,
- e. Affidavit stating that the Geophysical Company has given all surface owner's a copy of the Section and Chapter of the NDCC as stated in paragraph 4. (Received 4/27/2017)
- 4. It is required that within seven days of initial contact between the permitting agent and the operator of the land, the permitting agent shall provide the operator of the land and each landowner owning land within one-half mile of the land on which geophysical exploration activities are to be conducted a written copy of NDCC Section 38-08.1-04.1 (Exploration Permit) and NDCC Chapter 38-11.1 (Oil and Gas Production Damage Compensation). The permitting agent shall file an affidavit with this office confirming compliance with such notification. For your convenience, a copy of both Sections are enclosed. (Received 4/27/2017)
- 5. The permit agent shall notify the operator of the land at least seven days before commencement of any geophysical exploration activity, unless waived by mutual agreement of both parties. The notice must include the approximate time schedule and the location of the planned activity.
- 6. Information regarding the location of water wells, springs, etc.; refer to the following ND State Water Commission Mapservice website, at: http://mapservice.swc.state.nd.us/
- 7. The entire permit can be viewed, as well as the status of various seismic projects in the state, at: <u>https://www.dmr.nd.gov/oilgas/seismic/seismicstats.asp</u>

Should you have any questions regarding this matter, feel free to contact me at 701-328-8020, or Tom Torstenson at the number listed in paragraph 1.

Sincerely.

Todd L. Holweger DMR Permit Manager

Received



**GEOPHYSICAL EXPLORATION PERMIT - FORM GE 1** 

INDUSTRIAL COMMISSION OF NORTH DAKOTA OIL AND GAS DIVISION 600 EAST BOULEVARD DEPT 405 BISMARCK, ND 58505-0840 SFN 51459 (03-2011)

APR 25-2017

ND	Oil	&	Gas
	Divic		

1) a. Company Halliburton		Address 1125 17th Street, Suite 1900 Denver CO 80202					
Contact Price Stark		Telephone (303) 579-2088			Fax (303) 573-7856		
Surety Company	-	Bond Amount			Bond Number		
	Insurance Company				K08358977		
2) a. Subcontractor(s)		Address			Telephone		
b. Subcontractor(s)		Address			Telephone	·	
3) Party Manager James White		Address (local) 1125 17th Street, Suite 1900 Denver			Telephone (local) (303) 571-208	38	
4) Project Name or Line	Numbers						
Hess RS-Nelson	hot Hole, Non-Explosive, 20 Farms (Must check all that apply)	D, 3D, Other)					
	osive - Distance setbacks a e - Distance setbacks apply						
7) Size of Hole 3-D	Amt of Charge	Depth	Source points		No. of sq. mi.		
Size of Hole 2-D	Amt of Charge	Depth	Source points	s persion and	No. of In. mi.		
8) Approximate Start Dat May 2, 2017	e			nate Completion	n Date		
THE COMMISSION	MUST BE NOTIFIED AT	LEAST 24 HOUR	S IN ADVANCE	OF COMMEN	CEMENT OF GE	OPHYSICAL OPERATIONS	
9) Location of Proposed Mountrail County							
	Section	19			156N	<sup>R.</sup> 91W	
	Section	11			156N	<sup>R.</sup> 92W	
Section(s), Township(s)	Section	14			156N	<sup>R.</sup> 92W	
& Range(s)	Section	26			156N	<sup>R.</sup> 92W	
	Section	35	т. 1		156N	R. <b>92W</b>	
	Section	36	36 T		56N	R. <b>92W</b>	
I hereby swear or affirm	that the information provided	d is true, complete a	nd correct as det	ermined from a	ll available records.	Date April 19, 2017	
Signature	$C_{II}$	Printed Name			tle		
Trice /	Stoh	Price Stark		s	r. Business De	evelopment Manager	
Email Address(es) price.stark@hallib	urton.com						
<b>L</b> engen and an					Permit C	onditions	
	(This space for State of	ffice use)		* Doc	it is based associated		
Permit No. 970278 Approval Date 4/27/17			17	<ul> <li>Permit in hand required at pre-program meeting with field inspector and be aware of all NDIC Rules and Regulations (i.e. distance restrictions).</li> </ul>			
Approved by	tom whether			* See attached letter.			
Title Mineral Resources Permit Manages							

\*See Instructions On Reverse Side



# **Oil and Gas Division**

Lynn D. Helms - Director

tor Bruce E. Hicks - Assistant Director

Department of Mineral Resources Lynn D. Helms - Director North Dakota Industrial Commission

www.dmr.nd.gov/oilgas/

April 27, 2017

The Honorable Stephanie Pappa Mountrail County Auditor P.O. Box 69 Stanley, ND 58784-0069

#### RE: Geophysical Exploration Permit #97-0278

Dear Ms. Pappa:

Pursuant to Section 38-08.1-04.2 of the North Dakota Century Code, please be advised that Halliburton Energy Services was issued the above captioned permit on April 27, 2017 and will remain in effect for a period of one year. The entire permit can be viewed on our website at: <u>https://www.dmr.nd.gov/oilgas/seismic/seismicstats.asp</u>

Should you have any questions, please contact our office.

Sincerely.

Todà L. Holweger DMR Permit manager



Hess Bakken Investments II, LLC 1501 McKinney Street Houston, TX 77010

April 24, 2017

North Dakota Industrial Commission Oil and Gas Division 600 East Boulevard Dept. 405 Bismark, North Dakota 58505-0840 Attn: Todd L. Holweger

Ref: Distance Restriction Variance Hess Nelson Farms Microseismic Mountrail County, North Dakota

Dear Mr. Holweger;

As part of the microseismic data collection to be done at Hess' operated Ross Laydown Yard location in April of 2017, a vib truck will be used to assist with the orientation of the downhole geophones. Per NDIC rule 43-02-12-05. Distance restrictions, a non-explosive vib location must remain greater than 300 feet from existing infrastructure. This letter is intended to provide notice that Hess Bakken Investments II, LLC hereby gives Halliburton Company a variance to the 300 foot distance allowing them to be less than 300 feet from Hess' existing infrastructure.

Please accept this letter in compliance to NDIC rule 43-02-12-05 mentioned above.

Jaw



Christma M. Wallace

43-02-12-05. Distance restrictions –

Shot hole operations - Nonexplosive methods.

Seismic shot hole operations may not be conducted less than six hundred sixty feet [201.17 meters] from water wells, buildings, underground cisterns, pipelines, and flowing springs.

Nonexplosive exploration methods may not be conducted less than three hundred feet [91.44 meters] from water wells, buildings, underground cisterns, pipelines, and flowing springs.

Variances may be granted to this section by written agreement between the permitholder and the owner of the subject property and must be available to the director upon request. History: Effective December 1, 1997; amended effective September 1, 2000; May 1, 2004. General Authority: NDCC 38-08.1 Law Implemented: NDCC 38-08.1-08 43-02-12-06. Notification of work



Hess Bakken Investments II, LLC 1501 McKinney Street Houston, TX 77010

April 24, 2017

North Dakota Industrial Commission Oil and Gas Division 600 East Boulevard Dept. 405 Bismark, North Dakota 58505-0840 Attn: Todd L. Holweger

Ref: **Distance** Restriction Variance Hess Nelson Farms Microseismic Mountrail County, North Dakota

Dear Mr. Holweger;

As part of the microseismic data collection to be done at Hess' operated RS-Nelson Farms 11-19 location in April of 2017, a vib truck will be used to assist with the orientation of the downhole geophones. Per NDIC rule 43-02-12-05. Distance restrictions, a non-explosive vib location must remain greater than 300 feet from existing infrastructure. This letter is intended to provide notice that Hess Bakken Investments II, LLC hereby gives Halliburton Company a variance to the 300 foot distance allowing them to be less than 300 feet from Hess' existing infrastructure.

Please accept this letter in compliance to NDIC rule 43-02-12-05 mentioned above.

Berry Hans



Chustina M. Wallace

43-02-12-05. Distance restrictions -

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#### HALLIBURTON

1125 17th Street, Suite 1900 Denver, CO 80202 Direct: 303-899-4700 • Fax: 720-904-0222

April 24, 2017

Todd L Holweger Oil & Gas Division North Dakota Industrial Commission 600 East Boulevard Dept. 405 Bismarck, ND 58505-0840

Dear Mr Holweger:

The intent of this letter is to notify you that Halliburton Energy Services has done its due diligence and provided the operator of the land and each landowner within one-half mile of the land on which geophysical exploration activities will be conducted a written copy of NDCC Section 38-08.1-04.1 (Exploration Permit) and NDCC Chapter 38-11.1 (Oil and Gas Production Damage Compensation).

Please accept this letter as compliance.

Sincerely,

This Stork

Price Stark Sr. Business Development

-At & Colorado PAMELA M. JOHNSON NOTARY PUBLIC STATE OF COLORADO MY COMMISSION EXPIRES MAY 01, 2018

# Hess RS-Nelson Farms Vibe Orientation

**Operation Description** 

# **Table of Contents**

Vibe Orientation	2
Description	2
Downhole Microseismic	
Project Completion	

# **Vibe Orientation**

#### **Operational Description**

Todd Holweger NDIC tholweger@nd.gov

#### Description

Pinnacle will be performing a series of geophysical exploration services for the upcoming treatment of the Hess RS-Nelson Farms No. 156-92-24V-1 vertical well in McKenzie County, ND (S24, T156N, R92W). The expected timeframe for this operation is May 4th through 18<sup>th</sup> 2017.

Microseismic mapping of the RS-Nelson Farms lateral wells will start with the hydraulic fracture treatment of the RS-Nelson Farms wells, currently anticipated to begin February 16<sup>th</sup>. Details about the deployment of the microseismic geophones are provided in **Downhole Microseismic**.

A single downhole array will be used to map the upcoming hydraulic fracture treatment of the Hess RS-Nelson Farms pad. We plan to measure the hydraulic fracture treatment using microseismic monitoring in order to determine fracture geometry and treatment extent. In order to calibrate the orientation of our downhole geophones we will perform a series of vibroseis sweeps at two known surface locations. A map view of the project pad, wells, and vibe locations is provided in **Figure 1**.

#### **Price Stark**

Senior Business Development

Halliburton

1125 17th Street, Suite 1900

Denver CO, 80202

Mobile: 303-579-2088

price.stark@halliburton.com

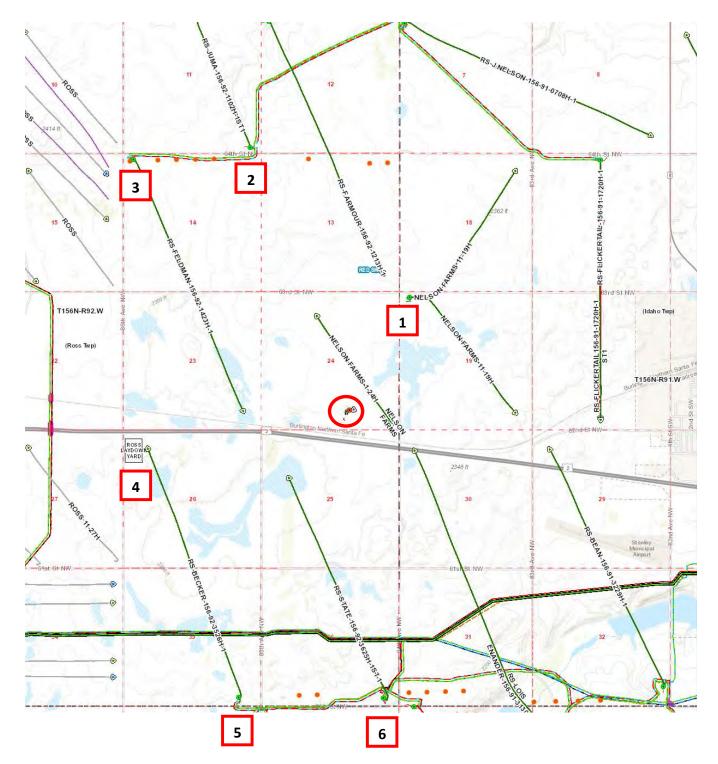


Figure 1. Hess Corporation RS-Nelson Farms Pad and Vibe Locations

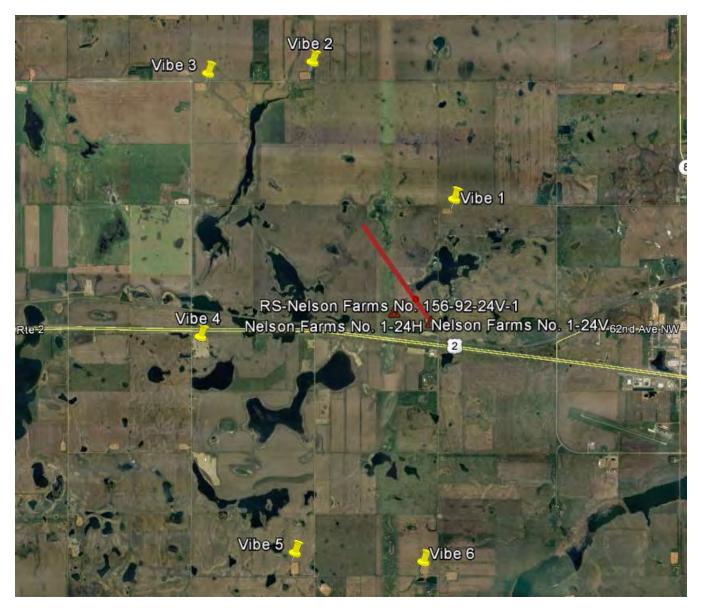


Figure 2. Hess Corporation RS-Nelson Farms Pad and Vibe Locations

#### **Downhole Microseismic**

#### Deployment

Halliburton will deploy a geophone toolstring in the RS-Nelson Farms No. 156-92-24V-2 vertical observation well from a surface wireline logging unit. This deployment is comparable to any wireline deployed toolstring.

These geophones require a known signal source to orient themselves to the physical world around them which will be accomplished using a surface vibroseis signals.



#### **Vibe Operation**

This orientation process will involve the use of a mini-vibroseis unit to perform a series of 10 second sweeps at three to six distinct locations in the area. An image of the mini-vibroseis unit is provided in **Figure 3.** For the purposes of this project all vibe locations are on existing well pads which Hess Corporation currently has access. These vibe locations and their relative positions are provided in **Table 1**.



Figure 3. Halliburton Mini-vibroseis Unit

Due to the unknown nature of field operations the vibroseis orientation may need to be repeated during the fracture treatment if mechanical issues force the geophone toolstring to be replaced and reoriented.

The vibe operation will be conducted in accordance with the rules and restrictions for a non-explosive exploration method. A variance has been obtained from Hess Corporation in regards to rule 43-02-12-05 regarding distance restrictions. A notarized copy of this variance will be delivered to the NDIC with the permit request. Images of the vibe locations are provided below in **Figure 4** through **Figure 9**. These locations are approximate depending on conditions in the field and accessibility.

Location	Sec	Twn	Rng
1	19	156N	91W
2	11	156N	92W
3	14	156N	92W
4	26	156N	92W
5	35	156N	92W
6	36	156N	92W

#### Table 1 Vibe Locations



Figure 4. Hess Corporation RS-Nelson Farms Vibe Location 1





Figure 5. Hess Corporation RS-Nelson Farms Vibe Location 2





Figure 6. Hess Corporation RS-Nelson Farms Vibe Location 3





Figure 7. Hess Corporation RS-Nelson Farms Vibe Location 4





Figure 8. Hess Corporation RS-Nelson Farms Vibe Location 5





Figure 9. Hess Corporation RS-Nelson Farms Vibe Location 6

#### **Project Completion**

At the completion of the fracture treatment, the downhole geophones will be retrieved on wireline and the logging unit will leave the area. Notifications will be provided of the completion of the project and the (form) will be submitted to the NDIC.

#### **Related Documents**

- Geophysical Exploration Permit Form GE1
- Hess Corporation Notification of Variance
- Letter of Landowner Notification
- A plot map showing actual monitoring locations
- Geophysical Exploration Completion Report Form GE 6B

If there are any questions or concerns please feel free to contact us.

Sincerely,

Tice Stark

Price Stark Sr Business Development Manager Halliburton

Mobile: 303-579-2088 Office: 303-899-4676

