Case No.: 29888

Date Established: January 30, 2023

DRAFT STORAGE FACILITY PERMIT

STORAGE FACILITY FOR CARBON SEQUESTRATION UNDER THE NORTH DAKOTA UNDERGROUND INJECTION CONTROL PROGRAM

In compliance with North Dakota Century Code Chapter (NDCC) 38-22 (Carbon Dioxide Underground Storage) and North Dakota Administrative Code (NDAC) Chapter 43-05-01 (Geologic Storage of Carbon Dioxide), Blue Flint Sequester Company, LLC has applied for a carbon dioxide storage facility permit. A draft permit does not grant the authorization to inject. This is a document prepared under NDAC 43-05-01-07.2 indicating the Commission's tentative decision to issue a storage facility permit. Before preparing the draft permit, the Commission has consulted with the Department of Environmental Quality and determined the storage facility permit application to be complete. The draft permit contains permit conditions required under NDAC 43-05-01-07.3 and 43-05-01-07.4. A fact sheet is included and contains the following information:

- 1. A brief description of the type of facility or activity which is the subject of the draft permit.
- 2. The quantity and quality of the carbon dioxide which is proposed to be injected and stored.
- 3. A brief summary of the basis for the draft permit conditions, including references to applicable statutory or regulatory provisions.
- 4. The reasons why any requested variances or alternatives to required standards do or do not appear justified.
- 5. A description of the procedures for reaching a final decision on the draft permit, including:
 - a. The beginning and ending dates of the comment period.
 - b. The address where comments will be received.
 - c. The date, time, and location of the storage facility permit hearing.
 - d. Any other procedures by which the public may participate in the final decision.
- 6. The name and telephone number of a person to contact for additional information.

This draft permit has been established on January 30, 2023 and shall remain in effect until a storage facility permit is granted under NDAC 43-05-01-05, unless amended or terminated by the Department of Mineral Resources (commission).

Tamara Madche, Geologist Department of Mineral Resources Date: January 30, 2023

I. APPLICANT

Blue Flint Sequester Company, LLC 2841 3rd St SW Underwood, ND 58576

II. PERMIT CONDITIONS (NDAC 43-05-01-07.3)

- 1. The storage operator shall comply with all conditions of the permit. Any noncompliance with the permit constitutes a violation and is grounds for enforcement action, including permit termination, revocation, or modification pursuant to NDAC 43-05-01-12.
- 2. In an administrative action, it shall not be a defense that it would have been necessary for the storage operator to halt or reduce the permitted activity in order to maintain compliance with the conditions of the permit.
- 3. The storage operator shall take all reasonable steps to minimize or correct any adverse impact on the environment resulting from noncompliance with the storage facility permit.
- 4. The storage operator shall develop and implement an emergency and remedial response plan pursuant to section 43-05-01-13.
- 5. The storage operator shall at all times properly operate and maintain all storage facilities which are installed or used by the storage operator to achieve compliance with the conditions of the storage facility permit. Proper operation and maintenance include effective performance, adequate funding, adequate operator staffing and training, and adequate laboratory and process controls, including appropriate quality assurance procedures. This provision requires the operation of backup or auxiliary facilities or similar systems only when necessary to achieve compliance with the conditions of the storage facility permit.
- 6. The permit may be modified, revoked and reissued, or terminated pursuant to section 43-05-01-12. The filing of a request by the storage operator for a permit modification, revocation and reissuance, or termination, or a notification of planned changes or anticipated noncompliance, does not stay any permit condition.
- 7. The injection well permit or the permit to operate an injection well does not convey any property rights of any sort or any exclusive privilege.
- 8. The storage operator shall furnish to the commission, within a time specified by the commission, any information which the commission may request to determine whether cause exists for modifying, revoking and reissuing, or terminating the permit, or to determine compliance with the permit. The storage operator shall also

- furnish to the commission, upon request, copies of records required to be kept by the storage facility permit.
- 9. The storage operator shall allow the commission, or an authorized representative, upon the presentation of credentials and other documents as may be required by law, to:
 - a. Enter upon the storage facility premises where records must be kept under the conditions of the permit;
 - b. At reasonable times, have access to and copy any records that must be kept under the conditions of the permit;
 - c. At reasonable times, inspect any facilities, equipment, including monitoring and control equipment, practices, or operations regulated or required under the permit; and
 - d. At reasonable times, sample or monitor for the purposes of assuring permit compliance, any substances or parameters at any location.
- 10. The storage operator shall prepare, maintain, and comply with a testing and monitoring plan pursuant to section 43-05-01-11.4.
- 11. The storage operator shall comply with the reporting requirements provided in section 43-05-01-18.
- 12. The storage operator must obtain an injection well permit under section 43-05-01-10 and injection wells must meet the construction and completion requirements in section 43-05-01-11.
- 13. The storage operator shall prepare, maintain, and comply with a plugging plan pursuant to section 43-05-01-11.5.
- 14. The storage operator shall establish mechanical integrity prior to commencing injection and maintain mechanical integrity pursuant to section 43-05-01-11.1.
- 15. The storage operator shall implement the worker safety plan pursuant to section 43-05-01.13.
- 16. The storage operator shall comply with leak detection and reporting requirements pursuant to section 43-05-01-14.
- 17. The storage operator shall conduct a corrosion monitoring and prevention program pursuant to section 43-05-01-15.
- 18. The storage operator shall prepare, maintain, and comply with the area of review and corrective action plan pursuant to section 43-05-01-05.1.

- 19. The storage operator shall maintain financial responsibility pursuant to section 43-05-01-09.1
- 20. The storage operator shall maintain and comply with the postinjection site care and facility closure plan pursuant to section 43-05-01-19.

III. CASE SPECIFIC PERMIT CONDITIONS

- 1. NDAC 43-05-01-11.4, subsection 1, subdivision b; The operator shall notify the commission within 24 hours of failure or malfunction of any surface or bottom hole gauge in the MAG 1 (WF# 37833 LOT 1 18-145N-82W) injector and the proposed MAG 2 monitor well.
- 2. NDAC 43-05-01-11.4, subsection 1, subdivision c and NDAC 43-05-01-11, subsection 14; The operator shall run an ultrasonic or another log capable of evaluating internal and external pipe condition to establish a baseline for corrosion monitoring for the MAG 1 and proposed MAG 2. The operator shall run logs with the same capabilities for the MAG 1 on a 5 year schedule unless analysis of corrosion coupons or subsequent logging necessitates a more frequent schedule.
- 3. NDAC 43-05-01-11.4, subsection 1, subdivision d and NDAC 43-05-01-13, subsection 2; The operator shall cease injection immediately, take all steps reasonably necessary to identify and characterize any release, implement the emergency and remedial response plan approved by the commission, and notify the commission within 24 hours of carbon dioxide detected above the confining zone.
- 4. NDAC 43-05-01-11.4, subsection 1, subdivision e and NDAC 43-05-01-11.1 subsections 3 and 5; External mechanical integrity shall be continuously monitored with the proposed fiber optic lines for the MAG 1 and MAG 2. The MAG 1 fiber optic line shall be run in the intermediate-long string casing annulus. The commission must be notified within 24 hours should a fiber optic line fail. The commission must be notified prior to severing the line above the confining zone if such an action becomes necessary for remedial work or monitoring activities.
- NDAC 43-05-01-11.4, subsection 1, subdivision h, paragraph 1; Surface air and soil gas monitoring is required and is planned by the operator in Section 5.7 (Environmental Monitoring Plan), Section 5.7.1 (Atmospheric Monitoring), and Section 5.7.2 (Soil Gas and Groundwater Monitoring) of its permit.
- 6. NDAC 43-05-01-10, subsection 9, subdivision c, NDAC 43-05-01-11, subsection 15, and NDAC 43-05-01-11.1, subsection 2; The operator shall notify the commission at least 48 hours in advance to witness a mechanical integrity test of the tubing-casing annulus. The packer must be set within 100' of the upper most

perforation and in the 13CR-80 casing. Dependent on evaluation, the operator shall run the same test on a 5 year schedule for the MAG 1 injection well.

7. NDAC 43-05-01-11, subsections 3 and 5; The operator shall continuously monitor surface-intermediate casing annulus with a gauge not to exceed 300psi. The operator shall continuously monitor the intermediate-long string casing annulus with the proposed fiber optic line, and a gauge not to exceed 300psi. The commission must be notified in advance if there is pressure that needs to be bled off.

Fact Sheet

1. Description of Facility

The Blue Flint Sequester Company, LLC (Blue Flint), is a subsidiary of Midwest AgEnergy Group, LLC (MAG). The Blue Flint Ethanol (BFE) facility, owned and operated by MAG, is a 70 million gallon dry mill ethanol production plant located in McLean County, North Dakota, near the city of Underwood. BFE emits carbon dioxide from the fermentation process during ethanol production.

2. Quantity and Quality of Carbon Dioxide Stream

The BFE emits an annual average of 200,000 metric tons of carbon dioxide that is expected to be captured, dehydrated, compressed, and then injected. The projected composition of the carbon dioxide stream is greater than 99.98% carbon dioxide with trace quantities of water, oxygen, nitrogen, methane, acetaldehyde, hydrogen sulfide, dimethyl sulfide, ethyl acetate, isopentyl acetate, methanol, ethanol, acetone, n-Propanol, and n-Butanol, equaling less than 0.02% combined.

3. Summary of Basis of Draft Permit Conditions

The case specific permit conditions are unique to this storage facility, and not indicative of conditions for other storage facility permits. The conditions take into consideration the equipment proposed for this storage facility. Regulatory provisions for these conditions are all cited from NDAC Chapter 43-05-01 (Geologic Storage of Carbon Dioxide).

4. Reasons for Variances or Alternatives

<u>Draft Permit Section III. Case Specific Conditions are referenced below by number</u> from aforementioned section

4. NDAC 43-05-01-11.4, subsection 1, subdivision e, requires a demonstration of external mechanical integrity at least once per year until the injection well is

plugged. NDAC 43-05-01-11.1, subsection 3 requires the storage operator to, at least annually, determine the absence of significant fluid movement by running an approved tracer survey or temperature log or noise log. The installed fiber optic line shall provide a continuous temperature log for the length of the wellbore.

5. Procedures Required for Final Decision

The beginning and ending dates of the comment period:

January 30, 2023 to 5:00 P.M. CDT March 20, 2023

The address where comments will be received:

Oil and Gas Division, 1016 East Calgary Avenue, Bismarck, North Dakota 58503-5512 or brkadrmas@nd.gov

Date, time, and location of the storage facility permit hearing:

March 21, 2023 9:00 A.M. CDT at 1000 East Calgary Avenue, Bismarck, North Dakota 58503

Any other procedures by which the public may participate in the final decision:

At the hearing, the Commission will receive testimony and exhibits of interested parties.

6. Contact for Additional Information

Draft Permit Information: Tamara Madche — <u>tjmadche@nd.gov</u> — 701-328-8020 Hearing Information: Bethany Kadrmas — <u>brkadrmas@nd.gov</u> — 701-328-8020#



September 30, 2022

2841 3rd St SW Underwood, ND 58576 (701) 442-7500

Mr. Lynn Helms North Dakota Industrial Commission State Capitol, Department 405 600 East Boulevard Avenue Bismarck, ND 58505-0840



Dear Mr. Helms:

Subject: Development of CCS Facility Permit Application and CCS Incentive Program Compliance – Storage Facility Permit Application

Midwest AgEnergy Group, LLC, together with its partners and affiliates, respectfully submits a storage facility permit application for the dedicated geologic storage of carbon dioxide at Blue Flint Ethanol facility in McLean County, North Dakota.

Following is a link to the application: SFP Application

Please find attached the permit application certification for filing.

If you have any questions, please contact Adam Dunlop of my staff by phone at (701) 442-7500 or by e-mail at adunlop@midwestagenergy.com.

Sincerely,

Jeff Zueger

Chief Executive Officer

Midwest AgEnergy Group, LLC

RECEIVES

STORAGE FACILITY PERMIT APPLICATION CERTIFICATION

1022 1000

BEFORE ME, the undersigned authority, personally appeared Jeff Zueger of Midwest AgEnergy Group, LLC, who being duly sworn upon oath stated and certifies that:

- 1. I, Jeff Zueger, am over 18 years of age. I have personal knowledge of the information and facts stated by me in this Certification, and they are true and correct. I have never been convicted of any felony or of any crime involving moral turpitude and am fully competent to make these representations.
- I hold the position of Chief Executive Officer for Midwest AgEnergy Group, LLC. As required in accordance with North Dakota Administrative Code 43-05-01-07.1 and by virtue of my position with Midwest AgEnergy Group, LLC, I am authorized to make the representations on behalf of Midwest AgEnergy Group, LLC.
- 3. Attached is the storage facility permit application requesting a permit under Chapter 38-22 of the North Dakota Century Code and in accordance with Article 43-05 of the North Dakota Administrative Code for the establishment of a carbon dioxide storage facility located in McLean County, North Dakota.
- 4. Based upon information and reports provided by individuals immediately responsible for compiling and preparing the enclosed permit applications and supporting information, I have personal knowledge and am familiar with the information being submitted in the attached documents to the permit application. Based upon information and belief, the information contained herein is true, accurate, and complete.
- 5. I affirm under penalty of perjury that the representations contained in this affidavit are true to the best of my knowledge, information, and belief. I understand that there are significant penalties for submitting false information, including the possibility of a fine and imprisonment.
- 6. By my signature below, I hereby submit the attached application and supporting documentation and information on behalf of Midwest AgEnergy Group, LLC.

Executed this 30th day of September 2022.

Jeff Zueger

STATE OF NORTH DAKOTA

COUNTY OF MCLEAN

Subscribed and sworn to before me this 30th day of September 2022.

KYLIE L LANDEIS Notary Public State of North Dakota My Commission Expires Sept. 15, 2026 Notary Public

From: Regorrah, Josh

To: <u>Madche, Tamara J.</u>; <u>Suggs, Richard A.</u>

Cc: Adam Dunlop; Livers-Douglas, Amanda; Connors, Kevin; Riter, Charlotte

Subject: Midwest AgEnergy Storage Facility Permit Submission

Date: Tuesday, December 13, 2022 10:00:50 AM

Attachments: <u>image002.png</u>

MAG Supplements and Changes 2022-12-13.docx

***** CAUTION: This email originated from an outside source. Do not click links or open

attachments unless you know they are safe. *****

Tammy and Richard,

Midwest AgEnergy respectfully resubmits for the review and consideration of the North Dakota Industrial Commission, the application for a carbon dioxide storage facility permit. A link to the application is provided below. The application is submitted pursuant to and in accordance with Chapter 38-22 of the North Dakota Century Code and Chapter 43-05-01 of the North Dakota Administrative Code. Simulation files, high-resolution figures, and supplemental well logs are included with the link. A list of changes that were made to the SFP have been attached.

SFP Folder: SFP Application

Please let me and the team know if there are any questions or concerns.

Josh Regorrah

EERC. | LND NORTH DAKOTA.

Permitting and Regulatory Specialist

Energy & Environmental Research Center University of North Dakota

15 North 23rd Street, Stop 9018 Grand Forks, ND 58202-9018

| Cell: (218) 779-2781

jregorrah@undeerc.org|www.undeerc.org

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BLUE FLINT SEQUESTER COMPANY, LLC

Carbon Dioxide Geologic Storage Facility Permit Application

Prepared for:

Tamara Madche

North Dakota Industrial Commission Oil & Gas Division 600 East Boulevard Avenue Department 405 Bismarck, ND 58505-0840

Prepared by:

Midwest AgEnergy Group 2841 3rd Street Southwest Underwood, ND 58576

Energy & Environmental Research Center University of North Dakota 15 North 23rd Street, Stop 9018 Grand Forks, ND 58202-9018

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BLUE FLINT SEQUESTER COMPANY, LLC CARBON DIOXIDE GEOLOGIC STORAGE FACILITY PERMIT APPLICATION

PERMIT APPLICATION SUMMARY

Blue Flint Sequester Company, LLC (Blue Flint), a subsidiary of Midwest AgEnergy Group, LLC (MAG), along with its project partners and affiliates, requests consideration of this storage facility permit (SFP) application for the geologic storage of carbon dioxide (CO₂) near the Blue Flint Ethanol (BFE) facility, located 6 miles south of Underwood, North Dakota (Figure PS-1).

Owned and operated by MAG, the BFE facility purchases about 25 million bushels of corn a year from approximately 500 local corn producers and produces over 70 million gallons of ethanol each year along with about 200,000 tons of dry distillers' grains and about 10 tons of corn oil. A by-product of fermentation at the facility is a nearly pure stream of CO₂ (99+% by volume). The BFE facility produces about 200,000 metric tons per year of CO₂, which is currently scrubbed and released into the atmosphere.

The Blue Flint CO₂ storage project plans to annually inject 200,000 metric tons of CO₂ sourced from BFE for a period of 20 years for permanent geologic storage. The capture facility for the project will be located within the existing BFE facility. Plans are to capture, dehydrate, and compress the CO₂ stream and then transport the supercritical fluid via a 3-mile, 4-inch FlexSteel flowline to the MAG 1 CO₂ injection well (Figure PS-1). The captured CO₂ will be injected into the Broom Creek Formation, a sandstone reservoir and saline aquifer underlying the BFE facility and surrounding region.

The Broom Creek Formation, and more specifically its CO₂ storage potential, has been the subject of numerous studies conducted by the North Dakota Geological Survey (NDGS), the U.S. Geological Survey (USGS), and the Energy & Environmental Research Center (EERC). It is deemed an ideal storage candidate because of its superior reservoir quality, depth, and impermeable upper and lower confining zones. Subsurface characterization efforts conducted by MAG, including acquisition of a 3D seismic survey and drilling, testing, and coring a stratigraphic test well, MAG 1 (NDIC [North Dakota Industrial Commission] File No. 37833), confirmed the presence and suitability of the Broom Creek Formation at the Blue Flint project site for geologic storage of CO₂.

The following SFP application provides detailed geologic exhibits generated from site characterization activities. Additionally, computational modeling and simulation for predictive CO₂ movement forecasting was performed in conjunction with pore space access determination. These pieces lay the foundation for area of review determination, which is, in turn, the basis for the required supporting permit plans: emergency and remedial response, financial assurance demonstration, worker safety, testing and monitoring, well casing and cementing, plugging, and postinjection site care and facility closure. The SFP also includes descriptions of the planned injection well (MAG 1), planned monitoring well (MAG 2), and planned injection and storage/monitoring operations. A Blue Flint project SFP Regulatory Compliance Table (Appendix D) has been generated to provide a crosswalk of the specific application components addressing each permit requirement.

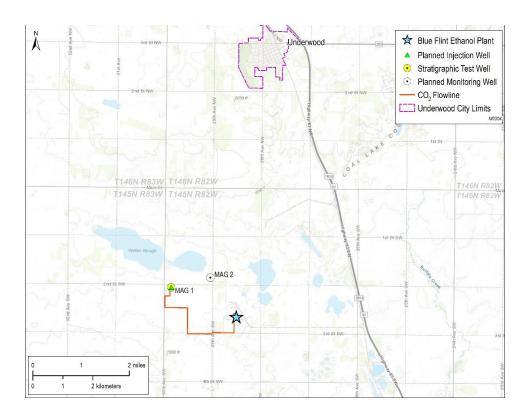


Figure PS-1. Location of the Blue Flint CO₂ storage project in relation to the city of Underwood, North Dakota.



1.0 PORE SPACE ACCESS

North Dakota statute explicitly grants title to pore space in all strata underlying the surface of lands and waters to the owner of the overlying surface estate; i.e., the surface owner owns the pore space (North Dakota Century Code [NDCC] § 47-31-03). Prior to issuance of the SFP, the storage operator is mandated by North Dakota statute for geologic storage of CO₂ to obtain the consent of landowners who own at least 60% of the pore space of the storage reservoir (NDCC § 38-22-08(5)). The statute also mandates that a good faith effort be made to obtain consent from all pore space owners and that all nonconsenting pore space owners are or will be equitably compensated. North Dakota law grants the North Dakota Industrial Commission (NDIC) the authority to require pore space owned by nonconsenting owners to be included in a storage facility and subject to geologic storage through pore space amalgamation (NDCC § 38-22-10). Amalgamation of pore space will be considered at an administrative hearing as part of the regulatory process required for consideration of the SFP application. Surface access for any potential above ground activities is not included in pore space amalgamation.

Blue Flint has identified the surface and mineral estate owners within the horizontal boundaries of the Blue Flint CO₂ storage facility area. With the exception of coal extraction, no mineral lessees or operators of mineral extraction activities are within the facility area or within 0.5 miles (0.8 kilometers) of its outside boundary. Blue Flint will notify all owners of a pore space amalgamation hearing at least 45 days prior to the scheduled hearing and will provide information about the proposed CO₂ storage project and the details of the scheduled hearing. An affidavit of mailing will be provided to NDIC to certify that these notifications were made (NDCC §§ 38-22-06(3) and (4) and North Dakota Administrative Code [NDAC] §§ 43-05-01-08(1) and (2)).

All owners, lessees, and operators that require notification have been identified in accordance with North Dakota law, which vests the title to the pore space in all strata underlying the surface of lands and water to the owner of the overlying surface estate (NDCC § 47-31-03). The identification of pore space owners indicates that there was no severance of pore space or leasing of pore space to a third-party from the surface estate prior to 2009. All surface owners and pore space owners and lessees are the same owner of record.

A map showing the extent of the pore space that will be occupied by CO₂ over the life of the Blue Flint CO₂ storage project, including the storage reservoir boundary and 0.5 miles (0.8 kilometers) outside of the storage reservoir boundary with a description of pore space ownership, surface owner, and pore space lessees of record is illustrated in Figure 1-1.

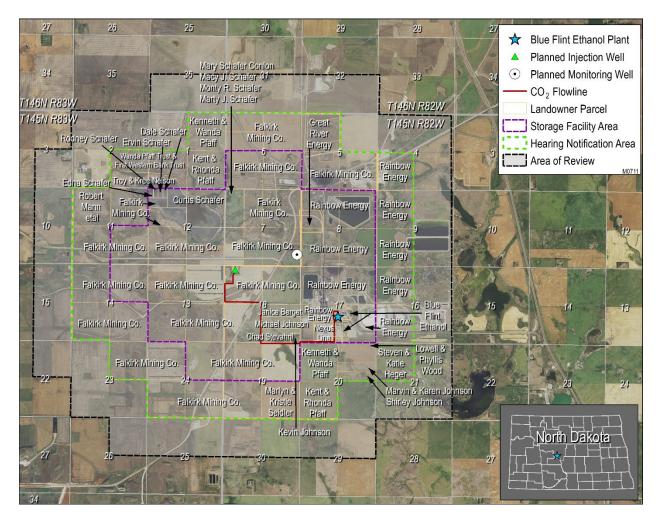


Figure 1-1. Storage facility area map showing pore space ownership.



Fredrikson & Byron, P.A.

Attorneys and Advisors

1133 College Drive, Suite 1000 Bismarck, ND 58501-1215 Main: 701.221.8700 fredlaw.com

December 6, 2022

RECEIVED

DEC - 6 2022



HAND DELIVERED

Mr. Bruce Hicks Assistant Director North Dakota Industrial Commission Oil and Gas Division 600 East Boulevard Bismarck, North Dakota 58505-0310

RE: NDIC CASE NO.

CARBON DIOXIDE STORAGE FACILITY PERMIT APPLICATION OF BLUE FLINT SEQUESTER COMPANY, LLC

Dear Mr. Hicks:

Enclosed herewith for filing in the above-captioned matter, please find the Storage Agreement – Blue Flint Broom Creek – Secure Geologic Storage, McLean County North Dakota.

Should you have any questions, please advise

IVA

LAWRENCE BENDER

LB/tjg Enclosure(s)

cc: Blue Flint Sequester Company, LLC



STORAGE AGREEMENT BLUE FLINT BROOM CREEK – SECURE GEOLOGIC STORAGE MCLEAN COUNTY, NORTH DAKOTA

STORAGE AGREEMENT BLUE FLINT BROOM CREEK – SECURE GEOLOGIC STORAGE MCLEAN COUNTY, NORTH DAKOTA

THIS AGREEMENT ("Agreement") is entered into as of the ___ day of _____, 20__, by the parties who have signed the original of this instrument, a counterpart thereof, ratification and joinder or other instrument agreeing to become a Party hereto.

RECITALS:

- A. It is in the public interest to promote the geologic storage of carbon dioxide in a manner which will benefit the state and the global environment by reducing greenhouse gas emissions and in a manner which will help ensure the viability of the state's coal and power industries, to the economic benefit of North Dakota and its citizens;
- B. To further geologic storage of carbon dioxide, a potentially valuable commodity, may allow for its ready availability if needed for commercial, industrial, or other uses, including enhanced recovery of oil, gas, and other minerals; and
- C. For geologic storage, however, to be practical and effective requires cooperative use of surface and subsurface property interests and the collaboration of property owners, which may require procedures that promote, in a manner fair to all interests, cooperative management, thereby ensuring the maximum use of natural resources.

AGREEMENT:

It is agreed as follows:

ARTICLE 1 DEFINITIONS

As used in this Agreement:

- 1.1 <u>Carbon Dioxide</u> means carbon dioxide in gaseous, liquid, or supercritical fluid state together with incidental associated substances derived from the source materials, capture process and any substances added or used to enable or improve the injection process.
 - 1.2 <u>Commission</u> means the North Dakota Industrial Commission.
- 1.3 <u>Effective Date</u> is the time and date this Agreement becomes effective as provided in Article 14.
- 1.4 **Facility Area** is the land described by Tracts in Exhibit "B" and shown on Exhibit "A" containing 4953.71 acres, more or less.

- 1.5 <u>Party</u> is any individual, corporation, limited liability company, partnership, association, receiver, trustee, curator, executor, administrator, guardian, tutor, fiduciary, or other representative of any kind, any department, agency, or instrumentality of the state, or any governmental subdivision thereof, or any other entity capable of holding an interest in the Storage Reservoir.
- 1.6 **Pore Space** means a cavity or void, whether natural or artificially created, in any subsurface stratum.
- 1.7 **Pore Space Interest** is a right to or interest in the Pore Space in any Tract within the boundaries of the Facility Area.
 - 1.8 **Pore Space Owner** is a Party hereto who owns Pore Space Interest.
- 1.9 **Storage Equipment** is any personal property, lease and well equipment, plants and other facilities and equipment for use in Storage Operations.
- 1.10 **Storage Expense** is all costs, expense or indebtedness incurred by the Storage Operator pursuant to this Agreement for or on account of Storage Operations.
- 1.11 <u>Storage Facility</u> is the unitized or amalgamated Storage Reservoir created pursuant to an order of the Commission.
- 1.12 <u>Storage Facility Participation</u> is the percentage shown on Exhibit "C" for allocating payments for use of the Pore Space under each Tract identified in Exhibit "B".
- 1.13 <u>Storage Operations</u> are all operations conducted by the Storage Operator pursuant to this Agreement or otherwise authorized by any lease covering any Pore Space Interest.
 - 1.14 **Storage Operator** is the person or entity named in Section 4.1 of this Agreement.
- 1.15 **Storage Reservoir** consists of the Pore Space and confining subsurface strata underlying the Facility Area described as the lower Piper Picard and Spearfish (Upper Confining Zone), Broom Creek (Storage Reservoir/Injection Zone), and Amsden (Lower Confining Zone) Formation(s) and which are defined as identified by the well logging suite performed at the stratigraphic well, the MAG 1 well (File No. 37833). The log suites included caliper, spontaneous potential (SP), gamma ray (GR), density, porosity (neutron, density), dipole sonic, resistivity, and a full-bore formation microimager (FMI) log. Further, the logs were used to pick formation top depths and interpret lithology, petrophysical properties, and time-to-depth shifting of seismic data obtained from a 3D seismic survey covering an area totaling 9-mi² in and around the MAG 1 (located in Section 18, Township 145 North, Range 82 West) stratigraphic well located in Mclean County, North Dakota. Formation top depths were picked from the top of the lower Piper Picard Formation to the top of the Tyler Formation. These logs and data which encompass the stratigraphic interval from an average depth of 4,553 feet to an average depth of 5,053 feet within the limits of the Facility Area.

- 1.16 <u>Storage Rights</u> are the rights to explore, develop, and operate lands within the Facility Area for the storage of Storage Substances.
- 1.17 <u>Storage Substances</u> are Carbon Dioxide and incidental associated substances, fluids, and minerals.
 - 1.18 **Tract** is the land described as such and given a Tract number in Exhibit "B."

ARTICLE 2 EXHIBITS

- 2.1 **Exhibits.** The following exhibits, which are attached hereto, are incorporated herein by reference:
 - 2.1.1 Exhibit "A" is a map that shows the boundary lines of the Blue Flint Broom Creek Facility Area and the tracts therein;
 - 2.1.2 Exhibit "B" is a schedule that describes the acres of each Tract in the Blue Flint Broom Creek Facility Area;
 - 2.1.3 Exhibit "C" is a schedule that shows the Storage Facility Participation of each Tract; and
 - 2.1.4 Exhibit "D" is a form of Pore Space Lease.
- 2.2 **Reference to Exhibits.** When reference is made to an exhibit, it is to the exhibit as originally attached or, if revised, to the last revision.
- 2.3 <u>Exhibits Considered Correct</u>. Exhibits "A," "B," "C" and "D" shall be considered to be correct until revised as herein provided.
- established by using the best information available. If it subsequently appears that any Tract, mechanical miscalculation or clerical error has been made, Storage Operator, with the approval of Pore Space Owners whose interest is affected, shall correct the mistake by revising the exhibits to conform to the facts. The revision shall not include any re-evaluation of engineering or geological interpretations used in determining Storage Facility Participation. Each such revision of an exhibit made prior to thirty (30) days after the Effective Date shall be effective as of the Effective Date. Each such revision thereafter made shall be effective at 7:00 a.m. on the first day of the calendar month next following the filing for record of the revised exhibit or on such other date as may be determined by Storage Operator and set forth in the revised exhibit.
- 2.5 **Filing Revised Exhibits.** If an exhibit is revised, Storage Operator shall execute an appropriate instrument with the revised exhibit attached and file the same for record in the county or counties in which this Agreement or memorandum of the same is recorded and shall also file the amended changes with the Commission.

ARTICLE 3 CREATION AND EFFECT OF STORAGE FACILITY

- 3.1 <u>Unleased Pore Space Interests</u>. Any Pore Space Owner in the Storage Facility who owns a Pore Space Interest in the Storage Reservoir that is not leased for the purposes of this Agreement and during the term hereof, shall be treated as if it were subject to the Pore Space Lease attached hereto as Exhibit "D".
- 3.2 <u>Amalgamation of Pore Space</u>. All Pore Space Interests in and to the Tracts are hereby amalgamated and combined insofar as the respective Pore Space Interests pertain to the Storage Reservoir, so that Storage Operations may be conducted with respect to said Storage Reservoir as if all of the Pore Space Interests in the Facility Area had been included in a single lease executed by all Pore Space Owners, as lessors, in favor of Storage Operator, as lessee and as if the lease contained all of the provisions of this Agreement.
- 3.3 <u>Amendment of Leases and Other Agreements</u>. The provisions of the various leases, agreements, or other instruments pertaining to the respective Tracts or the storage of the Storage Substances therein, including the Pore Space Lease attached hereto as Exhibit "D", are amended to the extent necessary to make them conform to the provisions of this Agreement, but otherwise shall remain in effect.
- Continuation of Leases and Term Interests. Injection in to any part of the Storage Reservoir, or other Storage Operations, shall be considered as injection in to or upon each Tract within said Storage Reservoir, and such injection or operations shall continue in effect as to each lease as to all lands and formations covered thereby just as if such operations were conducted on and as if a well were injecting in each Tract within said Storage Reservoir.
- 3.5 <u>Titles Unaffected by Storage</u>. Nothing herein shall be construed to result in the transfer of title of the Pore Space Interest of any Party hereto to any other Party or to Storage Operator.
- 3.6 <u>Injection Rights</u>. Storage Operator is hereby granted the right to inject into the Storage Reservoir any Storage Substances in whatever amounts Storage Operator may deem expedient for Storage Operations, together with the right to drill, use, and maintain injection wells in the Facility Area, and to use for injection purposes.
- Transfer of Storage Substances from Storage Facility. Storage Operator may transfer from the Storage Facility any Storage Substances, in whatever amounts Storage Operator may deem expedient for Storage Operations, to any other reservoir, subsurface stratum or formation permitted by the Commission for the storage of carbon dioxide under Chapter 38-22 of the North Dakota Century Code. The transfer of such Storage Substances out of the Storage Facility shall be disregarded for the purposes of calculating the royalty under any lease covering a Pore Space Interest (including Exhibit "D") and shall not affect the allocation of Storage Substances injected into the Storage Facility through the surface of the Facility Area in accordance with Article 6 of this Agreement.

- 3.8 Receipt of Storage Substances. Storage Operator may accept and receive into the Storage Facility any Storage Substances, in whatever amounts Storage Operator may deem expedient for Storage Operations, being stored in any other reservoir, subsurface stratum or formation permitted by the Commission for the storage of carbon dioxide under Chapter 38-22 of the North Dakota Century Code. The receipt of such Storage Substances into the Storage Facility shall be disregarded for the purposes of calculating the royalty under any lease covering a Pore Space Interest (including Exhibit "D") and shall not affect the allocation of Storage Substances injected into the Storage Facility through the surface of the Facility Area in accordance with Article 6 of this Agreement.
- 3.9 <u>Cooperative Agreements</u>. Storage Operator may enter into cooperative agreements with respect to lands adjacent to the Facility Area for the purpose of coordinating Storage Operations. Such cooperative agreements may include, but shall not be limited to, agreements regarding the transfer and receipt of Storage Substances pursuant to Sections 3.7 and 3.8 of this Agreement.
- 3.10 **Border Agreements.** Storage Operator may enter into an agreement or agreements with owners of adjacent lands with respect to operations which may enhance the injection of the Storage Substances in the Storage Reservoir in the Facility Area or which may otherwise be necessary for the conduct of Storage Operations.

ARTICLE 4 STORAGE OPERATIONS

- 4.1 <u>Storage Operator</u>. Blue Flint Sequester Company, LLC is hereby designated as the initial Storage Operator. Storage Operator shall have the exclusive right to conduct Storage Operations, which shall conform to the provisions of this Agreement and any lease covering a Pore Space Interest. If there is any conflict between such agreements, this Agreement shall govern.
- 4.2 <u>Successor Operators</u>. The initial Storage Operator and any subsequent operator may, at any time, transfer operatorship of the Storage Facility with and upon the approval of the Commission.
- 4.3 <u>Method of Operation</u>. Storage Operator shall engage in Storage Operations with diligence and in accordance with good engineering and injection practices.
- 4.4 <u>Change of Method of Operation</u>. As permitted by the Commission nothing herein shall prevent Storage Operator from discontinuing or changing in whole or in part any method of operation which, in its opinion, is no longer in accord with good engineering or injection practices. Other methods of operation may be conducted or changes may be made by Storage Operator from time to time if determined by it to be feasible, necessary or desirable to increase the injection or storage of Storage Substances.

ARTICLE 5 TRACT PARTICIPATIONS

- 5.1 <u>Tract Participations</u>. The Storage Facility Participation of each Tract is shown in Exhibit "C." The Storage Facility Participation of each Tract shall be based 100% upon the ratio of surface acres in each Tract to the total surface acres for all Tracts within the Facility Area.
- 5.2 **Relative Storage Facility Participations.** If the Facility Area is enlarged or reduced, the revised Storage Facility Participation of the Tracts remaining in the Facility Area and which were within the Facility Area prior to the enlargement or reduction shall remain in the same ratio to one another.

ARTICLE 6 ALLOCATION OF STORAGE SUBSTANCES

- 6.1 <u>Allocation of Tracts</u>. All Storage Substances injected shall be allocated to the several Tracts in accordance with the respective Storage Facility Participation effective during the period that the Storage Substances are injected. The amount of Storage Substances allocated to each tract, regardless of whether the amount is more or less than the actual injection of Storage Substances from the well or wells, if any, on such Tract, shall be deemed for all purposes to have been injected into such Tract. Storage Substances transferred or received pursuant to Sections 3.7 and 3.8 of this Agreement shall be disregarded for the purposes of this Section 6.1.
- Tract shall be distributed among, or accounted for to, the Pore Space Owners who own a Pore Space Interest in such Tract in accordance with each Pore Space Owner's Storage Facility Participation effective during the period that the Storage Substances were injected. If any Pore Space Interest in a Tract hereafter becomes divided and owned in severalty as to different parts of the Tract, the owners of the divided interests, in the absence of an agreement providing for a different division, shall be compensated for the storage of the Storage Substances in proportion to the surface acreage of their respective parts of the Tract. Storage Substances transferred or received pursuant to Sections 3.7 and 3.8 of this Agreement shall be disregarded for the purposes of this Section 6.2.

ARTICLE 7 TITLES

- 7.1 <u>Warranty and Indemnity</u>. Each Pore Space Owner who, by acceptance of revenue for the injection of Storage Substances into the Storage Reservoir, shall be deemed to have warranted title to its Pore Space Interest, and, upon receipt of the proceeds thereof to the credit of such interest, shall indemnify and hold harmless the Storage Operator and other Parties from any loss due to failure, in whole or in part, of its title to any such interest.
- 7.2 <u>Injection When Title Is in Dispute</u>. If the title or right of any Pore Space Owner claiming the right to receive all or any portion of the proceeds for the storage of any Storage Substances allocated to a Tract is in dispute, Storage Operator shall require that the Pore Space Owner to whom the proceeds thereof are paid furnish security for the proper accounting thereof to the rightful Pore Space Owner if the title or right of such Pore Space Owner fails in whole or in part.

- 7.3 Payments of Taxes to Protect Title. The owner of surface rights to lands within the Facility Area is responsible for the payment of any ad valorem taxes on all such rights, interests or property, unless such owner and the Storage Operator otherwise agree. If any ad valorem taxes are not paid by or for such owner when due, Storage Operator may at any time prior to tax sale or expiration of period of redemption after tax sale, pay the tax, redeem such rights, interests or property, and discharge the tax lien. Storage Operator shall, if possible, withhold from any proceeds derived from the storage of Storage Substances otherwise due any Pore Space Owner who is a delinquent taxpayer an amount sufficient to defray the costs of such payment or redemption, such withholding to be credited to the Storage Operator. Such withholding shall be without prejudice to any other remedy available to Storage Operator.
- 7.4 <u>Pore Space Interest Titles</u>. If title to a Pore Space Interest fails, but the tract to which it relates is not removed from the Facility Area, the Party whose title failed shall not be entitled to share under this Agreement with respect to that interest.

ARTICLE 8 EASEMENTS OR USE OF SURFACE

- 8.1 <u>Grant of Easement.</u> Storage Operator shall have the right to use as much of the surface of the land within the Facility Area as may be reasonably necessary for Storage Operations and the injection of Storage Substances.
- 8.2 <u>Use of Water</u>. Storage Operator shall have and is hereby granted free use of water from the Facility Area for Storage Operations, except water from any well, lake, pond or irrigation ditch of a Pore Space Owner; notwithstanding the foregoing, Storage Operator may access any well, lake, or pond as provided in Exhibit "D".
- 8.3 <u>Surface Damages</u>. Storage Operator shall pay surface owners for damage to growing crops, timber, fences, improvements and structures located on the Facility Area that result from Storage Operations.
- 8.4 <u>Surface and Sub-Surface Operating Rights</u>. Except to the extent modified in this Agreement, Storage Operator shall have the same rights to use the surface and sub-surface and use of water and any other rights granted to Storage Operator in any lease covering Pore Space Interests. Except to the extent expanded by this Agreement or the extent that such rights are common to the effected leases, the rights granted by a lease may be exercised only on the land covered by that lease. Storage Operator will to the extent possible minimize surface impacts.

ARTICLE 9 ENLARGEMENT OF STORAGE FACILITY

9.1 Enlargement of Storage Facility. The Storage Facility may be enlarged from time to time to include acreage and formations reasonably proven to be geologically capable of storing Storage Substances. Any expansion must be approved in accordance with the rules and regulations of the Commission.

- 9.2 <u>Determination of Tract Participation</u>. Storage Operator, subject to Section 5.2, shall determine the Storage Facility Participation of each Tract within the Storage Facility as enlarged, and shall revise Exhibits "A", "B" and "C" accordingly and in accordance with the rules, regulations and orders of the Commission.
- 9.3 <u>Effective Date</u>. The effective date of any enlargement of the Storage Facility shall be effective as determined by the Commission.

ARTICLE 10 TRANSFER OF TITLE PARTITION

- 10.1 <u>Transfer of Title</u>. Any conveyance of all or part of any interest owned by any Party hereto with respect to any Tract shall be made expressly subject to this Agreement. No change of title shall be binding upon Storage Operator, or any Party hereto other than the Party so transferring, until 7:00 a.m. on the first day of the calendar month following thirty (30) days from the date of receipt by Storage Operator of a photocopy, or a certified copy, of the recorded or filed instrument evidencing such a change in ownership.
- 10.2 <u>Waiver of Rights to Partition</u>. Each Party hereto agrees that, during the existence of this Agreement, it will not resort to any action to partition any Tract or parcel within the Facility Area or the facilities used in the development or operation thereof, and to that extent waives the benefits or laws authorizing such partition.

ARTICLE 11 RELATIONSHIP OF PARTIES

- 11.1 **No Partnership.** The duties, obligations and liabilities arising hereunder shall be several and not joint or collective. This Agreement is not intended to create, and shall not be construed to create, an association or trust, or to impose a partnership duty, obligation or liability with regard to any one or more of the Parties hereto. Each Party hereto shall be individually responsible for its own obligations as herein provided.
- 11.2 <u>No Joint Marketing</u>. This Agreement is not intended to provide, and shall not be construed to provide, directly or indirectly, for any joint marketing of Storage Substances.
- 11.3 <u>Pore Space Owners Free of Costs.</u> This Agreement is not intended to impose, and shall not be construed to impose, upon any Pore Space Owner any obligation to pay any Storage Expense unless such Pore Space Owner is otherwise so obligated.
- 11.4 <u>Information to Pore Space Owners</u>. Each Pore Space Owner shall be entitled to all information in possession of Storage Operator to which such Pore Space Owner is entitled by an existing lease or a lease imposed by this Agreement.

ARTICLE 12 LAWS AND REGULATIONS

12.1 <u>Laws and Regulations</u>. This Agreement shall be subject to all applicable federal, state and municipal laws, rules, regulations and orders.

ARTICLE 13 FORCE MAJEURE

13.1 <u>Force Majeure</u>. All obligations imposed by this Agreement on each Party, except for the payment of money, shall be suspended while compliance is prevented, in whole or in part, by a labor dispute, fire, war, civil disturbance, or act of God; by federal, state or municipal laws; by any rule, regulation or order of a governmental agency; by inability to secure materials; or by any other cause or causes, whether similar or dissimilar, beyond reasonable control of the Party. No Party shall be required against his will to adjust or settle any labor dispute. Neither this Agreement nor any lease or other instrument subject hereto shall be terminated by reason of suspension of Storage Operations due to any one or more of the causes set forth in this Article.

ARTICLE 14 EFFECTIVE DATE

- 14.1 <u>Effective Date</u>. This Agreement shall become effective as determined by the Commission.
- 14.2 <u>Ipso Facto Termination</u>. If the requirements of Section 14.1 are not accomplished on or before _______, 20___ this Agreement shall *ipso facto* terminate on that date (hereinafter called "termination date") and thereafter be of no further effect, unless prior thereto Pore Space Owners owning a combined Storage Facility Participation of at least thirty percent (30%) of the Facility Area have become Parties to this Agreement and have decided to extend the termination date for a period not to exceed six (6) months. If the termination date is so extended and the requirements of Section 14.1 are not accomplished on or before the extended termination date this Agreement shall *ipso facto* terminate on the extended termination date and thereafter be of no further effect.
- 14.3 <u>Certificate of Effectiveness</u>. Storage Operator shall file for record in the county or counties in which the land affected is located a certificate stating the Effective Date of this Agreement.

ARTICLE 15 TERM

15.1 <u>Term.</u> Unless sooner terminated in the manner hereinafter provided or by order of the Commission, this Agreement shall remain in full force and effect until the Commission has issued a certificate of project completion with respect to the Storage Facility in accordance with § 38-22-17 of the North Dakota Century Code.

- 15.2 <u>Termination by Storage Operator</u>. This Agreement may be terminated at any time by the Storage Operator with the approval of the Commission.
- 15.3 <u>Effect of Termination</u>. Upon termination of this Agreement all Storage Operations shall cease. Each lease and other agreement covering Pore Space within the Facility Area shall remain in force for ninety (90) days after the date on which this Agreement terminates, and for such further period as is provided by Exhibit "D" or other agreement.
- 15.4 <u>Salvaging Equipment Upon Termination</u>. If not otherwise granted by Exhibit "D" or other instruments affecting each Tract, Pore Space Owners hereby grant Storage Operator a period of six (6) months after the date of termination of this Agreement within which to salvage and remove Storage Equipment.
- 15.5 <u>Certificate of Termination</u>. Upon termination of this Agreement, Storage Operator shall file for record in the county or counties in which the land affected is located a certificate that this Agreement has terminated, stating its termination date.

ARTICLE 16 APPROVAL

- 16.1 <u>Original, Counterpart or Other Instrument</u>. A Pore Space Owner may approve this Agreement by signing the original of this instrument, a counterpart thereof, ratification or joinder or other instrument approving this instrument hereto. The signing of any such instrument shall have the same effect as if all Parties had signed the same instrument.
- 16.2 <u>Joinder in Dual Capacity</u>. Execution as herein provided by any Party as either a Pore Space Owner or the Storage Operator shall commit all interests owned or controlled by such Party and any additional interest thereafter acquired in the Facility Area.

16.3 Approval by the North Dakota Industrial Commission.

Notwithstanding anything in this Article to the contrary, all Tracts within the Facility Area shall be deemed to be qualified for participation if this Agreement is duly approved by order of the Commission.

ARTICLE 17 GENERAL

- 17.1 <u>Amendments Affecting Pore Space Owners</u>. Amendments hereto relating wholly to Pore Space Owners may be made with approval by the Commission.
- 17.4 <u>Construction</u>. This agreement shall be construed according to the laws of the State of North Dakota.

ARTICLE 18 SUCCESSORS AND ASSIGNS

18.1 <u>Successors and Assigns</u>. This Agreement shall extend to, be binding upon, and inure to the benefit of the Parties hereto and their respective heirs, devisees, legal representatives, successors and assigns and shall constitute a covenant running with the lands, leases and interests covered hereby.

[Remainder of page intentionally left blank. Signature page follows.]

Executed the da Article 14.	ate set opposite eac	th name below but effective for all purposes as provided by
Dated:	, 20	STORAGE OPERATOR
		BLUE FLINT SEQUESTER COMPANY, LLC
		By: [Name] Its: [Title]

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Exhibit A

Tract Map

Attached to and made part of the Storage Agreement Blue Flint Broom Creek – Secure Geological Storage McLean County, North Dakota

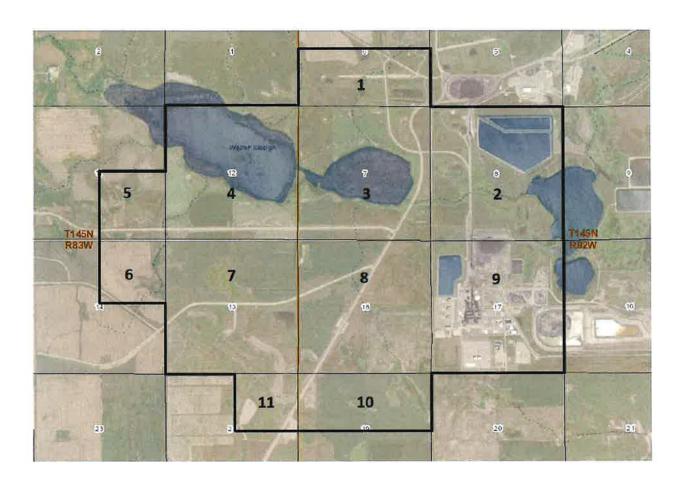


Exhibit B

Tract Summary

Attached to and made part of the Storage Agreement Blue Flint Broom Creek – Secure Geological Storage McLean County, North Dakota

Tract No.	Land Description	Owner Name	Tract Net Acres	Tract Participation	Storage Facility Participation
_	Section 6-T145N-R82W	The Falkirk Mining Company	318.770	100.00000000%	6.43497500%
		Tract Total:	318.770	100.00000000%	
,	Section 8-T145N-R82W	Rainbow Energy Center, LLC	590.730	92.30156250%	11.92500167%
4		Great River Energy	49.270	7.69843750%	0.99460808%
		Tract Total:	640.000	100.00000000%	
	Wood Marth Paris, o	The Ealtirk Mining Company	558.760	87.56895687%	11.27962678%
3	Section /-1145in-roz w	More, Schafer Conlon	19.830	3.10776078%	0.40030603%
		Macy J. Schafer	19.830	3.10776078%	0.40030603%
		Monty R. Schafer	19.830	3.10776078%	0.40030603%
		Marty J. Schafer	19.830	3.10776078%	0.40030603%
		Tract Total:	638.080	100.00000000%	

Tract No.	Land Description	Owner Name	Tract Net Acres	Tract Participation	Storage Facility Participation
4	Section 12-T145N-R83W	The Falkirk Mining Company	420.000	65.62500000%	8.47849390%
		Curtis Schafer	200.000	31.25000000%	4.03737805%
		Estate of Edna B. Schafer	5.000	0.78125000%	0.10093445%
		Rodney C. Schafer	5.000	0.78125000%	0.10093445%
		Ervin R. Schafer Revocable Trust	5.000	0.78125000%	0.10093445%
		Dale J. Schafer	5.000	0.78125000%	0.10093445%
		Tract Total:	640.000	100.00000000%	
w	Section 11-T145N-R83W	The Falkirk Mining Company	160.000	100.00000000%	3.22990244%
		Tract Total:	160.000	100.00000000%	
9	Section 14-T145N-R83W	The Falkirk Mining Company	160.000	100.00000000%	3.22990244%
		Tract Total:	160.000	100.00000000%	
7	Section 13-T145N-R83W	The Falkirk Mining Company	640.000	100.00000000%	12.91960975%
		Tract Total:	640.000	100.00000000%	
90	Section 18-T145N-R82W	The Falkirk Mining Company	477.600	74.90589711%	9.64125877%
		Janice Berget	40.000	6.27352572%	0.80747561%
		Michael Johnson	000.09	9.41028858%	1.21121341%
		Chad Stevahn	16.667	2.61396905%	0.33644817%
		Tammy Stevahn	16.667	2.61396905%	0.33644817%
		Michelle Albrecht	16.667	2.61396905%	0.33644817%
		Brandy Schmidt	3.333	0.52279381%	0.06728963%
		Kevin L. Johnson	3.333	0.52279381%	0.06728963%
		Keith Johnson	3.333	0.52279381%	0.06728963%
		Tract Total:	637.600	100.00000000%	6

Tract No.	Tract No. Land Description	Owner Name	Tract Net Acres	Tract Participation	Storage Facility Participation
6	Section 17-T145N-R82W	Rainbow Energy Center, LLC	552.000	86.25000000%	11.14316341%
		Blue Flint Ethanol LLC	49.460	7.72812500%	0.99844359%
		Nexus Line, LLC	38.540	6.02187500%	0.77800275%
		Tract Total:	640.000	100.00000000%	
10	Section 19-T145N-R82W	The Falkirk Mining Company	319.260	100.00000000%	6.44486657%
		Tract Total:	319.260	100.00000000%	
11	Section 24-T145N-R83W	The Falkirk Mining Company	160.000	100.00000000%	3.22990244%
		Tract Total:	160.000	100.00000000%	
		Total Acres:	4953.710	Total Participation:	100.00000000%

Exhibit C

Tract Participation Factors

Attached to and made part of the Storage Agreement Blue Flint Broom Creek – Secure Geological Storage McLean County, North Dakota

Tract No.	Acres	Tract Participation Factor				
1	318.770	6.43497500%				
2	640.000	12.91960975%				
3	638.080	12.88085092%				
4	640.000	12.91960975%				
5	160.000	3.22990244%				
6	160.000	3.22990244%				
7	640.000	12.91960975%				
8	637.600	12.87116121%				
9	640.000	12.91960975%				
10	319.260	6.44486657%				
11 160.00		3.22990244%				
Total:	4953.710	100.0000000%				

Exhibit D

Form of Pore Space Lease

Attached to and made part of the Storage Agreement Blue Flint Broom Creek – Secure Geological Storage McLean County, North Dakota

PORE SPACE LEASE

THIS PORE SPACE LEASE (this "Lease") is made effective as of the Effective Date (as

defined below) by and between [
person/a widow/a], v	vhose address is [(whether one or
more, "Lessor"), and Blue Flint whose address is 2841 3rd Street	Sequester Company, LLC, a Delaw : SW, Underwood, ND 58576 ("Les:	vare limited liability company, see"). Lessor and Lessee may
be individually referred to herein	n as a "Party" and collectively as the	e "Parties".
which is hereby acknowledged, geologic storage operations and	f, for good and valuable consideration does hereby grant, demise, lease an other purposes set forth herein, the herein by reference (the "Leased P	d let unto Lessee for Lessee's a lands described in Exhibit A
2. <u>Term</u> .		
this Lease ("Effective Date") and unless sooner terminated in according Term, Lessee shall pay to Lessor time bonus payment. Lessee may extend the Initial Term for up to Lessor and payment of [ry Term. This Lease shall commend continue for an initial term of twen rdance with the terms of this Lease. [AND/100 DOLLARS (\$_ay, at any time prior to the expiration of an additional twenty (20) years by AND/100 DOLLARS (\$be referred to herein as the "Primary such extension will not be required rior to the expiration of the Initial Terms.	nty (20) years ("Initial Term") As consideration for the Initial)] per acre as a single one-on of the Initial Term, elect to by providing written notice to)] per acre (the Initial Term, y Term"). For the avoidance of d provided that the foregoing
any portion of the Leased Premis	 This Lease shall continue beyond to ses or Lessee's storage facilities local itation, any Reservoirs) are subject to 	ated in, on or under the Leased

Dakota Industrial Commission (the "Commission") (a "Permit") or under the ownership or control of the State of North Dakota; *provided*, *however*, that all of Lessee's obligations under this Lease shall terminate upon issuance of a certificate of project completion pursuant to Chapter 38-22 of the North Dakota Century Code (the "Operational Term"). If the Primary Term expires and no portion of the Leased Premises or Lessee's storage facilities located in, on or under the Leased Premises is subject to a Permit, this Lease shall terminate, and Lessee shall execute a document evidencing termination of this Lease in recordable form and shall record it in the official records of the county in which the

Leased Premises is located. As consideration for the Operational Term, Lessee shall pay to Lessor the royalty set forth in <u>Section 3</u>, below.

- Royalty. Lessee shall pay to Lessor its proportionate share of [_____(\$_.__)] per metric 3. ton of carbon dioxide (CO₂) injected into the reservoirs and subsurface pore spaces (as used herein, such terms shall have the meanings set forth in Chapter 38-22 and Chapter 47-31 of the North Dakota Century Code), stratum or strata underlying the Leased Premises (collectively, "Reservoirs"), or reservoirs and subsurface pore spaces, stratum or strata unitized or amalgamated therewith. The quantity of CO₂ so injected shall be measured by meters installed by Lessee. Lessor's "proportionate share" shall be determined on a net acre basis and the Parties hereby stipulate that the acreage set forth in Exhibit A shall be used to calculate Lessor's proportionate share. The quantity of carbon dioxide injected into the Reservoirs or any reservoirs or subsurface pore spaces, stratum or strata unitized or amalgamated therewith shall be determined through the use of metering equipment installed and operated by Lessee at the injection site. All royalties due hereunder for carbon dioxide injected into the Reservoirs or any reservoirs or subsurface pore spaces, stratum or strata unitized or amalgamated therewith during any calendar month shall be paid to Lessor annually on or before March 1 for the prior year's injection volumes. Lessor and Lessee agree that this Lease shall continue as specified herein even in the absence of injection operations and the payment of royalties.
- 4. Right to Pore Space/Storage of Carbon Dioxide. Lessor grants to Lessee the exclusive right to inject and store carbon dioxide (CO₂) and other incidental gaseous substances into the Reservoirs, together with the right to construct, replace, inspect, repair, monitor, maintain, relocate, change the size of such surface or subsurface facilities on the Leased Premises that Lessee determines necessary or desirable for Lessee's storage operations, including, but not limited to fences, pipelines, tanks, reservoirs, electric and communication lines, roadways, underground facilities and equipment, surface facilities and equipment, buildings, structures and other such facilities and appurtenances. Lessor shall not grant any other person the right to inject or store CO₂ or any other incidental substances.
- 5. Facility Right of Ways/Compensation. Lessor grants Lessee the right of reasonable use of the surface of the Leased Premises, including without limitation, the rights of ingress and egress over the Leased Premises together with the right of way over, under and across the Leased Premises and the right from time to time to construct, replace, inspect, repair, monitor, maintain, relocate, change the size of such surface or subsurface facilities on the Leased Premises that Lessee determines necessary or desirable for Lessee's storage operations, including, but not limited to fences, pipelines, tanks, reservoirs, electric and communication lines, roadways, underground facilities and equipment, surface facilities and equipment, buildings, structures and other such facilities and appurtenances, (each a "Facility" and collectively the "Facilities"); provided, however, that (i) Lessee shall provide Lessor with notice of operations and an offer of damage, disruption and loss of production payments, as each may be applicable, prior to the installation of any such Facilities on the Leased Premises, and (ii) the agreed up terms, including the amount of damage payments to be paid to Lessor, shall be memorialized in an agreement separate from this Lease, such agreement to be consistent with the grant contained herein. Lessee shall be entitled to proceed with the installation of the Facilities while the separate agreement and amount of damage, disruption or loss is being agreed or determined. Lessee shall have the further right to fence the perimeter of any Facility on the Leased Premises and sufficiently illuminate the site for the safety and security of operations.

- Amalgamation. Lessee, in its sole discretion, shall have the right and power, at any time and 6. from time to time during the term of this Lease to pool, unitize, or amalgamate any reservoirs or subsurface pore spaces, stratum or strata underlying the Leased Premises with any other lands or interests into which such reservoirs or subsurface pore spaces extend and document such unit in accordance with applicable law or agency order. Amalgamated units shall be of such shape and dimensions as Lessee may elect and as are approved by the Commission. Amalgamated areas may include, but are not required to include, land upon which injection or extraction wells have been completed or upon which the injection and/or withdrawal of carbon dioxide and/or related gaseous substances has commenced prior to the effective date of amalgamation. In exercising its amalgamation rights under this Lease and if required by law, Lessee shall record or cause to be recorded a copy of the Commission's amalgamation order or other notice thereof in the county in which the amalgamated unit is located. Amalgamating in one or more instances shall, if approved by the Commission, not exhaust the rights of Lessee to amalgamate Reservoirs or portions of Reservoirs into other amalgamation areas, and Lessee shall have the recurring right to revise any amalgamated area formed under this Lease by expansion or contraction or both. Lessee may dissolve any amalgamated area at any time and document such dissolution by recording an instrument in accordance with applicable law or agency order. Lessee shall have the right to negotiate, on behalf of and as agent for Lessor, any unit, amalgamation, storage or operating agreements with respect to amalgamation of reservoir or pore space interests underlying the Leased Premises or the operation of any amalgamated areas formed under such agreements. To the extent any of the terms of such agreements conflict with the terms of this Lease, the terms of such agreements shall control, and the provisions of this Lease shall be deemed modified to conform to the terms, conditions, and provisions of any such agreements which are approved by the Commission.
- 7. <u>Lessee Obligations</u>. Lessee shall have no obligation, express or implied, to begin, prosecute or continue storage operations in, upon or under the Leased Premises, or store and/or sell or use all or any portion of the gaseous substances stored thereon. The timing, nature, manner and extent of Lessee's operations, if any, under this Lease shall be at the sole discretion of Lessee. All obligations of Lessee are expressed herein, and there shall be no covenants implied under this Lease, it being agreed that all amounts paid hereunder constitute full and adequate consideration for this Lease.
- 8. Ownership. Lessee shall at all times be the owner of (i) the carbon dioxide and other gaseous substances stored in the Reservoirs or any reservoirs or subsurface pore spaces, stratum or strata unitized or amalgamated therewith, and (ii) all equipment, buildings, structures, facilities and other property constructed or installed by Lessee on the Leased Premises. Lessee shall have the right, but not the obligation, at any time during this Lease to remove all or any portion of the property or fixtures placed by Lessee on the Lease Premises. Notwithstanding the foregoing, title to the storage facility and to the stored carbon dioxide or other gaseous substances shall be transferred to the State of North Dakota upon issuance of a certificate of project completion by the Commission in accordance with Chapter 38-22 of the North Dakota Century Code.
- 9. <u>Minerals, Oil and Gas</u>. This Lease is not intended to grant or convey, nor does it grant or convey, any right to or obligation for Lessee to explore for or produce minerals, including oil and gas, that may exist on or under the Leased Premises.

- 10. <u>Surrender of Leased Premises</u>. Lessee shall have the right, but not the obligation, at any time from time to time to execute and deliver to Lessor a surrender and/or release covering all or any part of the Leased Premises for which the Reservoirs are not being utilized for storage as set forth herein, and upon delivery of such surrender and/or release to Lessor this Lease shall terminate as to such lands, and Lessee shall be released from all further obligations and duties as to the lands so surrendered and/or released, including, without limitation, any obligation to make payments provided for herein, except obligations accrued as of the date of the surrender and/or release. Lessee shall be able to surrender the any and or all of the Leased Premises if not utilizing the Reservoirs located thereunder.
- 11. Hold Harmless and Indemnification. The Lessee agrees to defend, indemnify, and hold harmless Lessor from any claims by any person that are a direct result of the Lessee's use of the Leased Premises or Reservoirs. Notwithstanding the foregoing, such indemnity/hold harmless obligation excludes (i) any claim or cause of action, or alleged or threatened claim or cause of action, damage, judgment, interest, penalty or other loss arising or resulting from the negligence or intentional acts of Lessor or Lessor's agents, invitees, or licensees; or third parties, and (ii) any claim for exemplary, punitive, special or consequential damages claimed by Lessor. Lessee further accepts liability and indemnifies Lessor for reasonable costs, expenses and attorneys' fees incurred in establishing and litigating the indemnification coverage provided above. The legal defense provided by Lessee to the Lessor under this paragraph must be free of any conflicts of interest even if this requires Lessee to retain separate legal counsel for Lessor.
- 12. <u>Hazardous Substances</u>. Lessee shall have no liability for any regulated hazardous substances located on the Leased Premises prior to the Effective Date or placed in, on or about the Leased Premises by Lessor or any third-party on or after the Effective Date, and nothing in this Lease shall be construed to impose upon Lessee any obligation for the removal of such regulated hazardous substances. As used herein, "hazardous substances" shall have the meaning set forth in the Comprehensive Environmental Response Compensation and Liability Act (CERCLA) and any amendments thereto, or any other local, state or federal statutes.
- 13. <u>Termination</u>. A material violation or default of any terms of this Lease by Lessee shall be grounds for termination of the Lease. Lessor shall give Lessee written notice of violation or default and Lessee shall have sixty (60) days after receipt of said notice to substantially cure such violations or defaults. If Lessee fails to substantially cure such violations or defaults within the 60-day cure period, Lessor may terminate the Lease; provided that if it is not possible to cure such violations or defaults within the 60-day cure period, Lessee shall have a reasonable longer period of time to cure such violations or defaults provided it commences cure within the initial 60-day cure period and thereafter diligently pursues such cure. Lessee may terminate the lease with thirty (30) days written notice to Lessor. Upon termination of this Lease, Lessee shall have one hundred eighty (180) days to remove all facilities and property of Lessee located on the Leased Premises. For the avoidance of doubt, Lessee shall not be required to remove any CO₂ or other incidental gaseous substances injected into the Reservoirs.
- 14. <u>Taxes</u>. Lessee shall pay all taxes, if any, levied against its personal property or on its improvements to the Leased Premises. Lessor shall pay for all real estate taxes and other assessments levied upon the Leased Premises. Lessee shall have the right to pay all taxes,

assessments and other fees on behalf of Lessor and to deduct the amount so paid from other payments due to Lessor hereunder.

- 15. <u>Conduct of Operations</u>. In conducting its operations hereunder, Lessee shall use its best efforts to comply with all applicable laws, rules and regulations and ordinances pertaining thereto. Lessee reserves and shall have the right to challenge and/or appeal any law, ruling, regulation, order or other determination and to carry on its operations in accordance with Lessee's interpretation of the same, pending final determination.
- 16. Force Majeure. Should Lessee be prevented from complying with any express or implied covenant of this Lease or from utilizing the Lease Premises for underground storage purposes by reason of scarcity of or an inability to obtain or to use equipment or material or failure or breakdown of equipment, or by operation of force majeure, any federal or state law or any order, rule or regulation of governmental authority, then while so prevented, Lessee's obligation to comply with such covenant shall be suspended and the primary term of this Lease shall be extended while and so long as Lessee is prevented by any such cause from utilizing the property for underground storage purposes and the time while Lessee is so prevented shall not be counted against Lessee, anything in this Lease to the contrary notwithstanding.
- 17. <u>Surface Damage Compensation</u>. The bonus and royalty amounts contemplated and paid to Lessor hereunder is compensation for, among other things, damages sustained by Lessor for lost land value, lost use of and access to Lessor's land and lost value of improvements, if any and to the extent applicable. Subject to Lessee's obligation to compensate Lessor for the installation of any Facilities on the Leased Premises pursuant to <u>Section 5</u> of this Agreement, Lessor agrees that such compensation is just and adequate for any and all such damages and all other damages which Lessor may sustain as a result of Lessee's use of the property for its storage operations.

Warranty of Title and Quiet Enjoyment.

- (a) Lessor represents and warrants to Lessee that Lessor is the owner of the surface of the Leased Premises and the pore space located thereunder. Lessor hereby warrants and agrees to defend title to the Leased Premises and the pore space located thereunder and Lessor hereby agrees that Lessee, at its option, shall have the right to discharge any tax, mortgage, or other lien upon the Leased Premises, and in the event Lessee does so, Lessee shall be subrogated to such lien with the right to enforce the same and apply royalty payments or any other payments due to Lessor toward satisfying the same.
- Lessor warrants that, except as disclosed to Lessee in writing, there are no liens, (b) encumbrances, leases, mortgages, deeds of trust, options, or other exceptions to Lessor's fee title ownership of the Leased Premises (collectively, "Liens") which are not recorded in the public records of the County in which the Leased Premises is located. Lienholders (including tenants), whether or not their Liens are recorded, shall be Lessor's responsibility, and Lessor shall cooperate with Lessee to obtain a non-disturbance agreement from each party that holds a Lien (recorded or unrecorded) that might interfere with Lessee's rights under this Lease. A non-disturbance agreement is an agreement between Lessee and a lienholder which provides that the lienholder shall not disturb Lessee's possession or rights under the Lease or terminate this Lease so long as Lessor is not entitled provisions hereof. terminate Lease the to

- (c) Lessor shall have the quiet use and enjoyment of the Leased Premises in accordance with the terms of this Lease. Lessor's activities and any grant of rights Lessor makes to any person or entity, whether located on the Leased Premises or elsewhere, shall not, currently or prospectively, materially interfere with activities permitted hereunder. If Lessor has any right to select, determine, prohibit or control the location of sites for drilling, exploitation, production and/or exploration of minerals, hydrocarbons, water, gravel, or any other similar resource in, to or under the Lease Premises, then Lessor shall exercise such right so as to minimize interference with any of the foregoing.
- 19. Environmental Incentives and Tax Credits. Lessee shall be the owner of (i) any and all credits, benefits, emissions reductions, offsets, and allowances, howsoever entitled, attributable to Lessee's geologic storage operations, including any avoided emissions and the reporting rights related to these avoided emissions, such as 26 U.S.C. §45Q Tax Credits, and any other attributes of Lessee's ownership of the Facilities and Lessee's geologic storage operations ("Environmental Attributes"), and (ii) any and all credits, rebates, subsidies, payments or other incentives that relate to the use of technology incorporated into Lessee's geologic storage operations, environmental benefits of such operations, or other similar programs available from any regulated entity or any governmental authority ("Environmental Incentives"). Lessee is further entitled to the benefit of any and all (a) investment tax credits, (b) production tax credits, (c) credits under 26 U.S.C. §45Q credits, and (d) similar tax credits or grants under federal, state or local law relating to Lessee's geologic storage operations ("Tax Credits"). Lessor shall (i) cooperate with Lessee in obtaining, securing and transferring all Environmental Attributes and Environmental Incentives and the benefit of all Tax Credits, and (ii) shall allow Lessee to take any actions necessary to install additional equipment on the Facilities to comply with all monitoring and reporting obligations, and allow Lessee's personnel to enter the premises and collect any data Lessee requires to satisfy its obligations required in connection with obtaining Tax Credits and Environmental Attributes. Lessor shall not be obligated to incur any out-of-pocket costs or expenses in connection with such actions unless reimbursed by Lessee. If any Environmental Incentives are paid directly to Lessor, Lessor shall immediately pay such amounts over to Lessee.
- 20. <u>Assignment</u>. The rights of either Party hereto may be assigned in whole or part. The assigning party shall provide written notice of any assignment within sixty (60) days after such assignment has become effective; *provided*, *however*, that an assigning party's failure to deliver written notice of assignment within such 60-day period shall not be deemed a breach of this Lease unless such failure is willful and intentional. The Lessor's consent shall not be required for an assignment by the Lessee of this Lease, whether by way of a collateral assignment to its financiers or otherwise.
- 21. <u>Change of Ownership</u>. No change of ownership in the Leased Premises shall be binding on the Lessee for purpose of making payments to Lessor hereunder until the date Lessor, or Lessor's successors or assigns, furnishes Lessee the recorded original or a certified copy of the instrument evidencing the change in ownership. The Lessor's consent shall not be required for a change in the direct or indirect control of the Lessee.
- 22. <u>Notices</u>. All notices required to be given under this Lease shall be in writing and addressed to the respective Party at the addresses set forth at the beginning of this Lease unless otherwise directed by either Party.

- 23. No Waiver. The failure of either Party to insist in any one or more instances upon strict performance of any of the provisions of this Lease or to take advantage of any of its rights hereunder shall not be construed as a waiver of any such provision or the relinquishment of any such rights, but the same shall continue and remain in full force and effect.
- 24. <u>Notice of Lease</u>. This Lease shall not be recorded in the real property records. Lessee shall cause a memorandum of this Lease to be recorded in the real property records of the county in which the Leased Premises are situated.
- 25. <u>Confidentiality</u>. Lessor shall maintain in the strictest confidence, for the benefit of Lessee, all information pertaining to the compensation paid under this Lease, any information regarding Lessee and its business or operations on the Leased Premises or on any other lands, the capacity and suitability of any Reservoir or reservoirs and subsurface pore spaces, stratum or strata unitized or amalgamated therewith, and any other information that is deemed proprietary or that Lessee requests or identifies to be held confidential, in each such case whether disclosed by Lessee or discovered by Lessor.
- 26. <u>Counterparts</u>. This Lease may be executed in any number of counterparts, each of which, when executed and delivered, shall be an original, but all of which shall collectively constitute one and the same instrument.
- 27. <u>Severability</u>. If any provision of this Lease is found to be invalid, illegal or unenforceable in any respect, such provision shall be deemed to be severed from this Agreement, and the validity, legality and enforceability of the remaining provisions contained herein shall not in any way be affected or impaired thereby.
- 28. <u>Governing Law</u>. This Lease shall be governed by, construed and enforced in accordance with the laws of the State of North Dakota and the Parties hereby submit to the jurisdiction of the state or federal courts located in the State of North Dakota.
- 29. <u>Further Assurances</u>. Each Party will execute and deliver all documents, provide all information, and take or forbear from all actions as may be necessary or appropriate to achieve the purposes of this Lease, including without limitation executing a memorandum of this Lease and all documents required to obtain any necessary government approvals.
- 30. <u>Entire Agreement</u>. This Lease constitutes the entire agreement between the Parties and supersedes all prior negotiations, undertakings, notices, memoranda and agreement between the Parties, whether oral or written, with respect to the subject matter hereof. This Lease may only be amended or modified by a written agreement duly executed by Lessor and Lessee.
- 31. <u>Cooperation with Financiers</u>. The Lessor hereby acknowledges and consents that Lessee may grant a collateral assignment or leasehold mortgage of Lessee's rights under this Lease to Lessee's debt financiers, it being understood that such collateral assignment or leasehold mortgage would only encumber the leasehold interest created hereunder.

32. <u>Electronic Signatures</u>. This Lease, and any amendments hereto, to the extent signed and delivered by means of electronic transmission in portable document format (pdf) or by DocuSign or similar electronic signature process, shall be treated in all manner and respects as an original contract and shall be considered to have the same binding legal effect as if it were the original signed version thereof delivered in person.

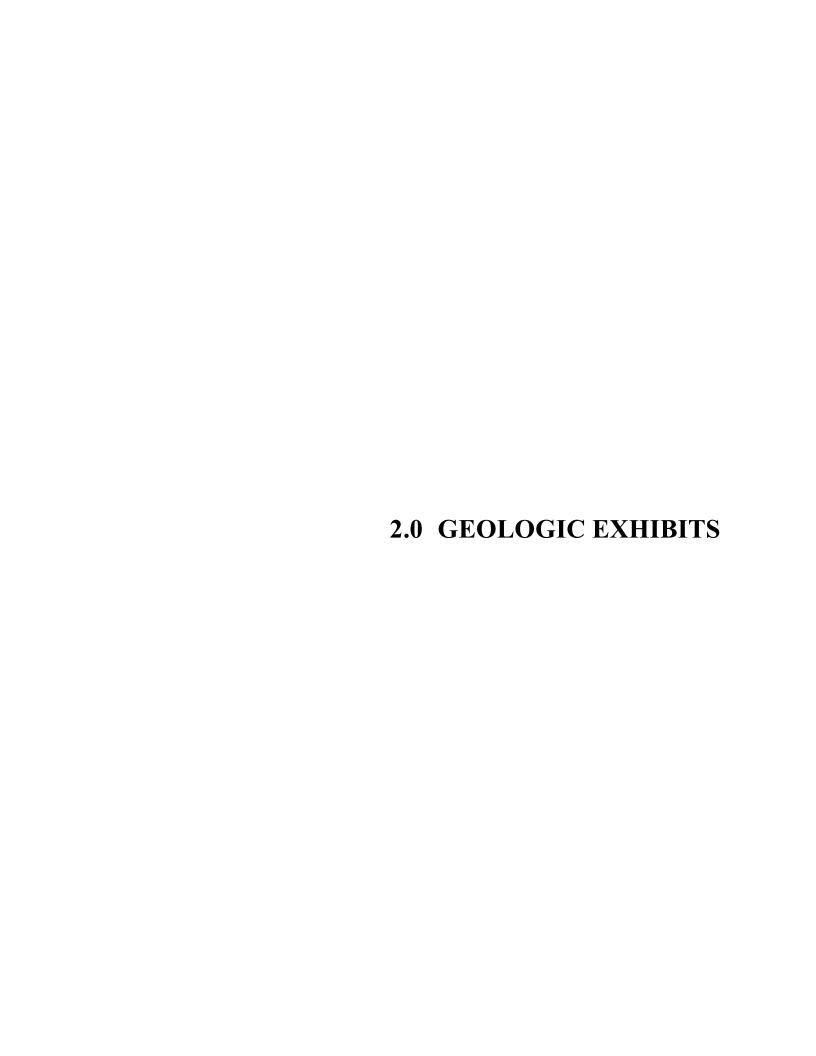
IN WITNESS WHEREOF, the Parties have executed this Lease effective for all purposes as of the Effective Date.

	LESSOR:
	[]
	By:
	Print:
	Its:
Effective Date:	LESSEE:
	BLUE FLINT SEQUESTER COMPANY, LLC
	T.
	By:
	Print:
	Its:

$\underline{\mathbf{EXHIBIT}\;\mathbf{A}}$

Leased Premises

[Insert Legal Description and Net Surface Acres]



2.0 GEOLOGIC EXHIBITS

2.1 Overview of Project Area Geology

The proposed Blue Flint CO₂ storage project will be situated near the BFE facility, located south of Underwood, North Dakota (Figure 2-1). This project site is on the eastern flank of the Williston Basin.

Overall, the stratigraphy of the Williston Basin has been well studied, particularly the numerous oil-bearing formations. Through research conducted via the Plains CO₂ Reduction (PCOR) Partnership, the Williston Basin has been identified as an excellent candidate for long-term CO₂ storage because of the thick sequence of clastic and carbonate sedimentary rocks and subtle structural character and tectonic stability of the basin (Peck and others, 2014; Glazewski and others, 2015).

The target CO₂ storage reservoir for the project is the Broom Creek Formation, a predominantly sandstone unit 4,708 ft below the surface at the MAG 1 stratigraphic test well location (Figure 2-1). Sixty-one feet of shales, siltstones, and interbedded evaporites of the undifferentiated Spearfish and Opeche Formations, hereinafter referred to as the Spearfish Formation, unconformably overlie the Broom Creek Formation. Eighty-seven feet of shales, siltstones, and anhydrites of the lower Piper Formation (undifferentiated Picard, Poe, and Dunham Members) overlie the Spearfish Formation. Together, the lower Piper and Spearfish Formations serve as the primary upper confining zone (Figure 2-2). The Amsden Formation (dolostone, limestone, anhydrite, and sandstone) unconformably underlies the Broom Creek Formation and serves as the lower confining zone (Figure 2-2). Together, the lower Piper, Spearfish, Broom Creek, and Amsden Formations make up the CO₂ storage complex for the Blue Flint project (Table 2-1).

Including the Spearfish and lower Piper Formations, there is 859 ft (average thickness across the simulation area) of impermeable rock formations between the Broom Creek Formation and the next overlying permeable zone, the Inyan Kara Formation. An additional 2,442 ft (average thickness across the simulation area) of impermeable rock formations separates the Inyan Kara Formation and the lowest underground source of drinking water (USDW), the Fox Hills Formation (Figure 2-2).

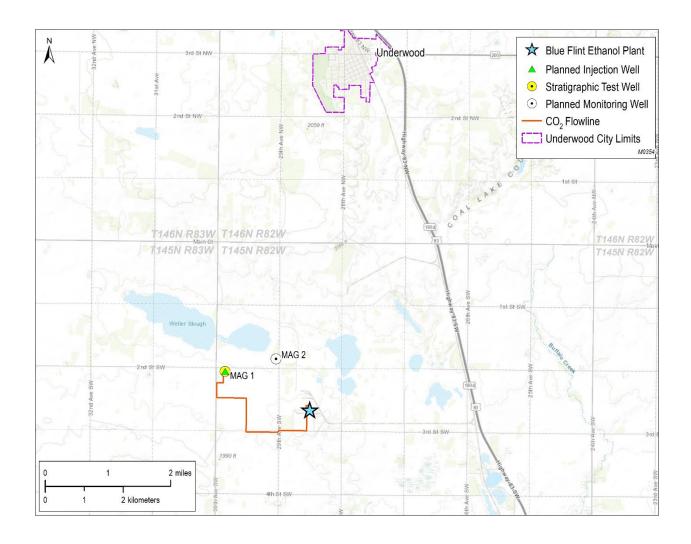


Figure 2-1. Topographic map of the project area showing the planned injection well, the planned monitoring well, and the BFE plant (blue star).

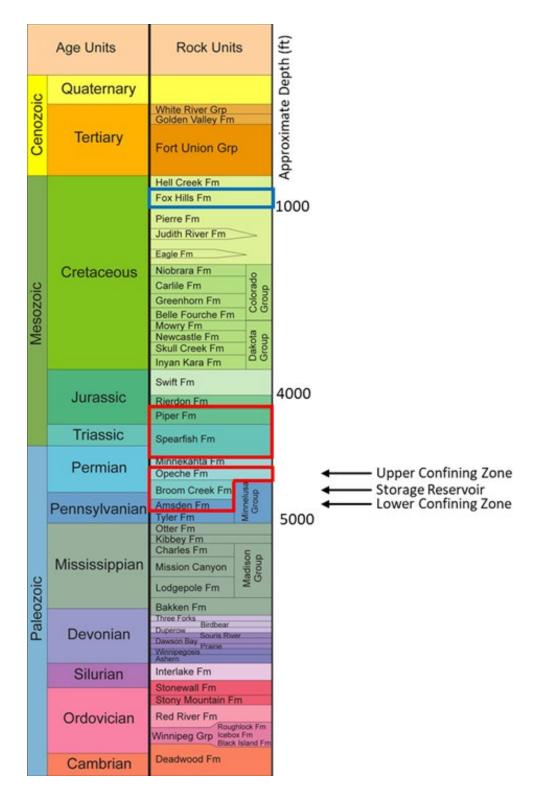


Figure 2-2. Stratigraphic column identifying the potential storage reservoirs and confining zones (outlined in red) and the lowest USDW (outlined in blue). The Minnekahta Formation is not present at this site.

Table 2-1. Formations Making up the Blue Flint CO₂ Storage Complex (average values calculated from the geologic model properties within simulation model area shown in

Figure 2-3)

	Formation	Purpose	Average Thickness, ft	Average Depth, MD* ft	Lithology
	Lower Piper Formation	Upper confining zone	153	4,458	Shale/anhydrite/ siltstone
C4 a na ma	Spearfish Formation	Upper confining zone	22	4,611	Shale/anhydrite/siltstone
Storage Complex	Broom Creek Formation	Storage reservoir (i.e., injection zone)	102	4,633	Sandstone/dolostone
	Amsden Formation	Lower confining zone	217	4,735	Dolostone/limestone/ anhydrite/sandstone

^{*} Measured depth.

2.2 Data and Information Sources

Several sets of data were used to characterize the injection and confining zones to establish their suitability for the storage and containment of injected CO₂. Data sets used for characterization included both existing data (e.g., from published literature, publicly available databases, private data from brokers), and site-specific data acquired specifically to characterize the storage complex.

2.2.1 Existing Data

Existing data used to characterize the geology beneath the Blue Flint project site included publicly available well logs and formation top depths acquired from NDIC's online database. Well log data and interpreted formation top depths were acquired for 120 wellbores within the 5,500-square-mile (mi²) area covered by the geologic model of the proposed storage site (Figure 2-3). Well data were used to characterize the depth, thickness, and extent of the subsurface geologic formations. Legacy 2D seismic data (70 miles) were licensed to characterize the subsurface geology in the project area and confirm the interpreted extent of the Broom Creek Formation (Figure 2-3).

Existing laboratory measurements for core samples from the Broom Creek Formation and its confining zones were available from four wells shown in Figure 2-4: Flemmer-1 (NDIC File No. 34243), BNI-1 (NDIC File No. 34244), J-LOC1 (NDIC File No. 37380), and ANG 1 (Well No. ND-UIC-101) in addition to data from the site-specific stratigraphic test well, MAG 1 (NDIC File No. 37833). These measurements were compiled and used to establish relationships between measured petrophysical characteristics and estimates from well log data and were integrated with newly acquired site-specific data.

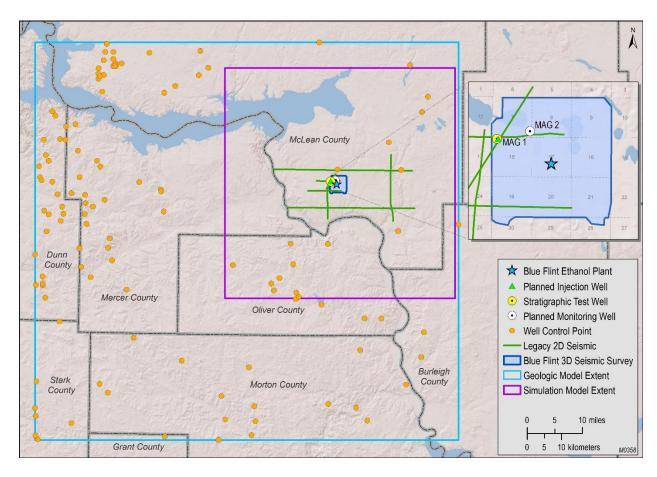


Figure 2-3. Map showing the extent of the regional geologic model, distribution of well control points, and extent of the simulation model. The wells shown penetrate the storage reservoir and the upper and lower confining zones.

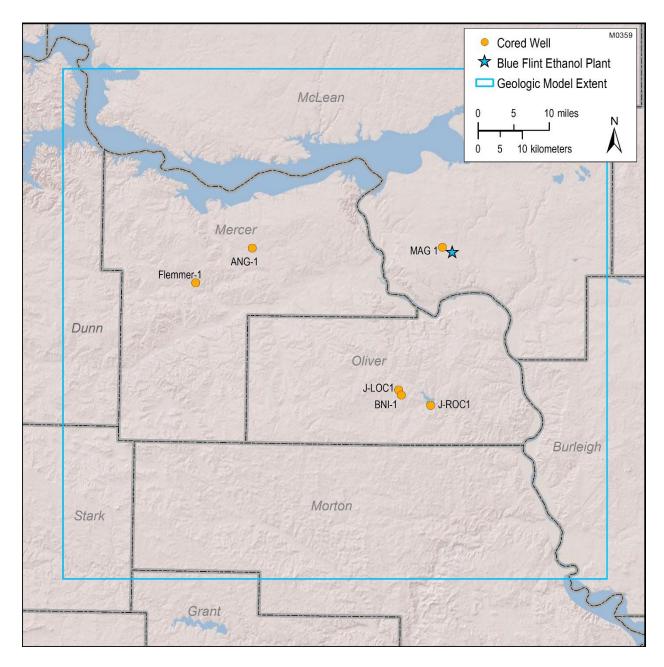


Figure 2-4. Map showing the spatial relationship between the Blue Flint project area and wells where the Broom Creek Formation core samples were collected. Wells with core data include the Flemmer-1 (NDIC File No. 34243), BNI-1 (NDIC File No. 34244), ANG 1 (Well No. ND-UIC-101), J-LOC1(NDIC File No. 37380), and the MAG 1 (NDIC File No. 37833).

2.2.2 Site-Specific Data

Site-specific efforts to characterize the proposed storage complex generated multiple data sets, including geophysical well logs, petrophysical data, and 3D seismic data. The MAG 1 well was drilled in 2020 specifically to gather subsurface geologic data to support the development of a CO₂ storage facility permit and serve as a future CO₂ injection well. Downhole logs were acquired, and sidewall core (SW Core) was collected from the proposed storage complex (i.e., the Lower Piper,

Spearfish, Broom Creek, and Amsden Formations) at the time the well was drilled (Figure 2-5). In May 2022, fluid samples and temperature and pressure measurements were collected from the Broom Creek in the MAG 1 well.

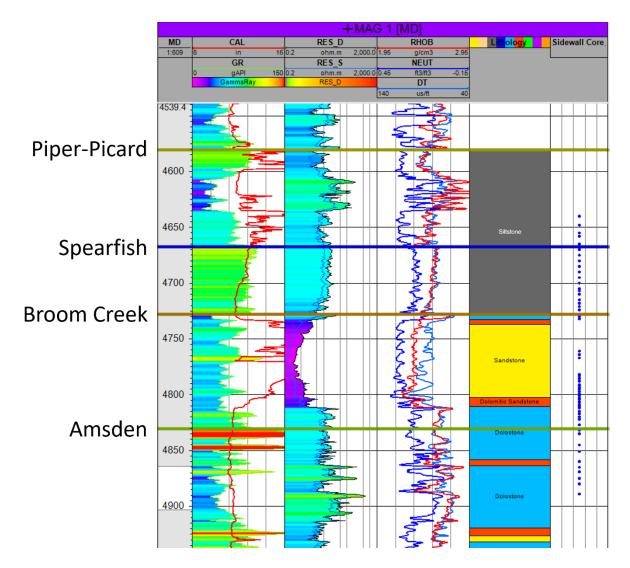


Figure 2-5. Well log display showing the vertical relationship of SW Core plugs taken from the Broom Creek Formation and confining zones. The 50 SW Core plugs are noted as blue circles on the far-right track. The Piper-Picard top denotes the top of the lower Piper Formation.

Site-specific and existing data were used to assess the suitability of the storage complex for safe and permanent storage of CO₂. Site-specific data were also used as inputs for geologic model construction (Section 3.2), numerical simulations of CO₂ injection (Section 3.3.1), geochemical simulation (Sections 2.3.3, 2.4.1.2, and 2.4.3.2), and geomechanical analysis (Section 2.4.4). The site-specific data improved the understanding of the subsurface and directly informed the selection of monitoring technologies, development of the timing and frequency of collecting monitoring data, and interpretation of monitoring data with respect to potential subsurface risks. Furthermore, these data guided and influenced the design and operation of site equipment and infrastructure.

2.2.2.1 Geophysical Well Logs

Openhole wireline geophysical well logs were acquired in the MAG 1 well across the proposed Broom Creek storage complex. The logging suite included caliper, spontaneous potential (SP), gamma ray (GR), density, porosity (neutron, density), dipole sonic, resistivity, and a full-bore formation microimager (FMI) log.

The acquired well logs were used to pick formation top depths and interpret lithology, petrophysical properties, and time-to-depth shifting of seismic data. Formation top depths were picked from the Fox Hills Formation to the Amsden Formation. The site-specific formation top depths were added to the existing data of the 120 wellbores within the 5,500-mi² area covered by the proposed storage site to understand the geologic extent, depth, and thickness of the subsurface geologic strata. Formation top depths of the lower Piper, Spearfish, Broom Creek, and Amsden Formations were interpolated to create structural surfaces which served as inputs for the 3D geologic model construction.

2.2.2.2 Core Sample Analyses

Fifty 1.5" SW Core samples were recovered from the Broom Creek storage complex in MAG 1: five samples from the lower Piper Formation, twelve from the Spearfish Formation, twenty-three from the Broom Creek Formation, and ten from the Amsden Formation. Forty-two of the SW Core samples were analyzed to determine petrophysical properties. This core was analyzed to characterize the lithologies of the lower Piper, Spearfish, Broom Creek, and Amsden Formations and correlated to the well log data. Core analysis also included porosity and permeability measurements, x-ray diffraction (XRD), x-ray fluorescence (XRF), thin-section analysis, and capillary entry pressure measurements. The results were used to inform geologic modeling and predictive simulation inputs and assumptions.

2.2.2.3 Formation Temperature and Pressure

Broom Creek Formation temperature and pressure measurements were collected from MAG 1 with a packer module. To collect a formation fluid sample, the Broom Creek Formation had to be perforated due to the cement sheath created while drilling out an extended cement plug in the lower portion of the wellbore. The Broom Creek Formation was perforated from 4,733 to 4,740 ft, and a packer was set at 4,096 ft with a tailpipe, dial sensor mandrel, and 4-ft perforated sub below the packer. Pressure and temperature sensors were set at depths of 4,735 and 4,741 ft, and the measurements recorded are shown in Tables 2-2 and 2-3. The calculated pressure and temperature gradients from MAG 1 were used to model the formation temperature and pressure profiles for use in the numerical simulations of CO₂ injection.

Table 2-2. Description of MAG 1 Temperature Measurements and Calculated Temperature Gradients

Formation	Sensor Depth, ft	Temperature, °F
Broom Creek	4,735	118.9
Broom Creek	4,741	118.6
Broom Creek Temperature Gradient, °F/ft		0.02*

^{*} The temperature gradient is the measured temperature minus the average annual surface temperature of 40°F, divided by the associated test depth.

Table 2-3. Description of MAG 1 Formation Pressure Measurements and Calculated Pressure Gradients

Formation	Sensor Depth, ft	Formation Pressure, psi
Broom Creek	4,735	2,427.00
Broom Creek	4,741	2,427.28
Mean Broom Creek Pressure, psi	2,427.14	
Broom Creek Pressure Gradient, psi/ft	0.50*	

^{*} The pressure gradient is an average of the sensor-measured pressures minus standard atmospheric pressure at 14.7 psi, divided by the associated test depth.

2.2.2.4 Fluid Samples

A fluid sample from the Broom Creek Formation was collected from the MAG 1 wellbore by perforating an interval from 4,733 to 4,740 ft and then swabbing the well until formation fluid flowed back to surface for collection. Samples were analyzed by Minnesota Valley Testing Laboratories (MVTL), a state-certified lab, as well as the EERC. The salinity values from the MAG 1 samples are shown in Table 2-4. More detailed fluid sample analysis reports can be found in Appendix A. Fluid sample analysis results were used as inputs for geochemical modeling and dynamic reservoir simulations.

Table 2-4. Description of Fluid Sample Test and Corresponding Total Dissolved Solids (TDS) Value

Formation	Well	Test Depth, ft	MVTL TDS, mg/L	EERC Lab TDS, mg/L
Broom	MAG 1	4,733-4,740	28,700	28,600
Creek				

2.2.2.5 Seismic Survey

A 9- mi²3D seismic survey centered on the BFE facility was conducted December 2019 through January 2020 (Figure 2-6). The 3D seismic data allowed for visualization of deep geologic formations at lateral spatial intervals as short as tens of feet. The seismic data were used for assessment of the geologic structure and well placement.

Data products generated from the interpretation of the 3D seismic data were used as inputs into the geologic model that was used to simulate migration of the CO₂ plume. The 3D seismic data and MAG 1 well logs were used to interpret surfaces for the formations of interest within the survey area. These surfaces were converted to depth using the time-to-depth relationship derived from the MAG 1 dipole sonic log. The depth-converted surfaces for the storage reservoir and upper and lower confining zones were used as inputs for the geologic model. These surfaces captured detailed information about the structure and varying thickness of the formations between wells. A poststack inversion of the 3D seismic data was done using the MAG 1 well logs. Given the uncertainty in sonic log values related to washouts in the Broom Creek Formation in the MAG 1 well, indicated by the caliper log shown in Figure 2-5, inversion results of the 3D seismic data were not used to inform property distribution in the geologic model.

Interpretation of the 3D seismic data and legacy 2D seismic data suggests there are no major stratigraphic pinch-outs or structural features with associated spill points in the area of review. No structural features, faults, or discontinuities that would cause a concern about seal integrity in the strata above the Broom Creek Formation extending to the deepest USDW, the Fox Hills Formation, were observed in the 2D and 3D seismic data in the area of review.

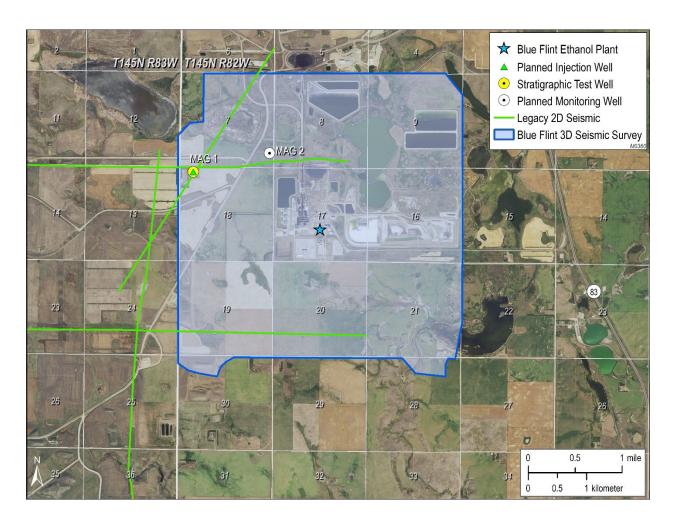


Figure 2-6. Map showing the 2D and 3D seismic surveys in the Blue Flint project area.

2.3 Storage Reservoir (injection zone)

Regionally, the Broom Creek Formation is laterally extensive in the storage facility area (Figure 2-7) and comprises interbedded eolian/nearshore marine sandstone (permeable storage intervals), dolomitic sandstone, and dolostone layers (impermeable layers). The Broom Creek Formation unconformably overlies the Amsden Formation and is unconformably overlain by the Spearfish and the lower Piper Formation (Figure 2-2) (Murphy and others, 2009).

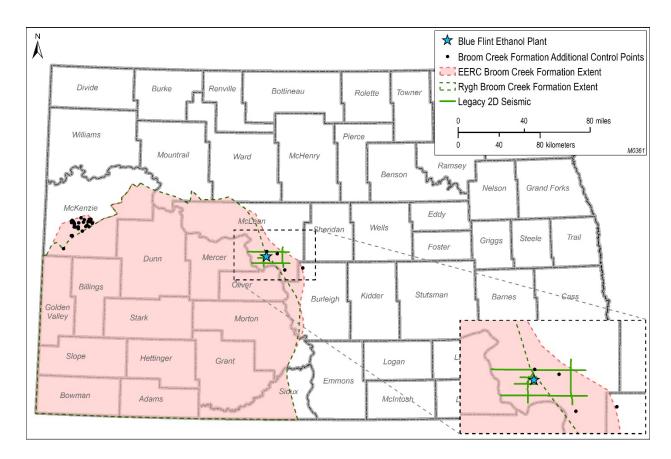


Figure 2-7. Areal extent of the Broom Creek Formation in North Dakota (red dashed line). This extent was modified from Rygh (1990) (green dashed line) based on new well control points shown outside of the green-dashed line. Legacy 2D seismic lines are depicted by green lines.

The top of the Broom Creek Formation is located at a depth of 4,708 ft below ground level at MAG 1 well and is made up of 66 ft of sandstone, 13 ft of dolomitic sandstone, and 24 ft of dolostone. Other wells within the simulation model extent show minor anhydrite intervals are also present in the Broom Creek Formation. Across the simulation model area, the Broom Creek Formation ranges in thickness from 0 to 313 ft (Figure 2-8), with an average thickness of 102.5 ft. Based on offset well data and geologic model characteristics, the net sandstone thickness within the simulation model area ranges from 0 to 262 ft, with an average thickness of 63 ft. Although the Broom Creek Formation does pinch out in the simulation model area, the 2D and 3D seismic data suggest there are no major stratigraphic pinch-outs in the Broom Creek Formation in

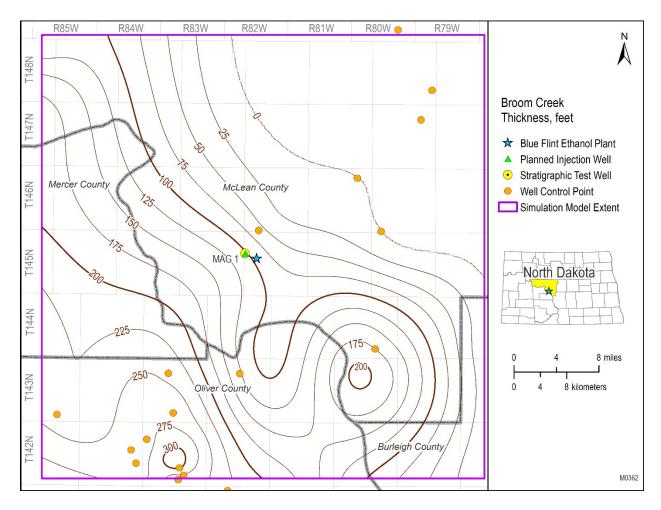


Figure 2-8. Isopach map of the Broom Creek Formation in the greater Blue Flint project area. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

the storage facility area. The thickness of the Broom Creek Formation at the MAG 1 well is 103 ft. The 2D seismic data and well log interpolation suggest the Broom Creek Formation pinches out 10–15 miles to the east of the MAG 1 well (Figure 2-7).

The top of the Broom Creek Formation was picked across the project area based on the stratigraphic transition from a relatively low GR signature of sandstone and dolostone lithologies within the Broom Creek Formation to a relatively high GR signature representing the siltstones of the Spearfish Formation (Figure 2-9). This transition is also noted with a drop in bulk density (RHOB) and compressional sonic values (DT) and an increase in neutron porosity (NPHI) and resistivity (LLD, LLS). The top of the Amsden Formation was placed at the top of a relatively high GR package representing the transition between argillaceous dolostone and the sandstones of the Broom Creek Formation that can be correlated across the project area. Seismic data collected as part of site characterization efforts (Figure 2-10) were used to reinforce structural correlation and

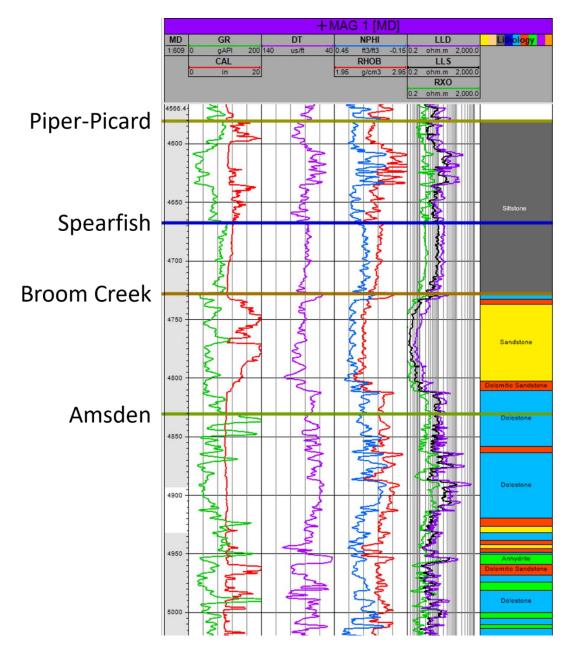


Figure 2-9. Well log display of the interpreted lithologies of the lower Piper, Spearfish, Broom Creek, and Amsden Formations in MAG 1.

thickness estimations of the storage reservoir. The combined structural correlation and seismic interpretation indicate that the formation is continuous across the area near MAG 1 (Figure 2-10 and 2-11). This stratigraphic pinch out of the Broom Creek Formation to the east shows the formation pinching out into the overlying Piper-Picard and the underlying Amsden formations (Figure 2-10 and 2-11). The siltstones of the Piper-Picard and dolostones of the Amsden formation act as a lateral seal where the Broom Creek pinches out. A structure map of the Broom Creek Formation shows no detectable features (e.g., folds, domes, or fault traps) with associated spill points in the project area (Figures 2-12 and 2-13).

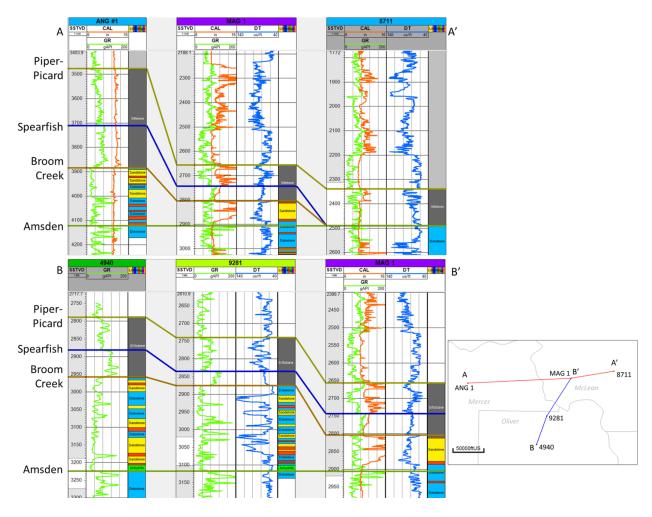


Figure 2-10. Regional well log stratigraphic cross sections of the lower Piper, Spearfish, and Broom Creek Formations flattened on the top of the Amsden Formation. Logs displayed in tracks from left to right are 1) GR (green) and caliper (orange), 2) delta time (blue), and 3) interpreted lithology log. The different depth scales are used between AA' and BB' for image display purposes.

Note: Wells in these cross sections are spaced evenly. These figures do not portray the relative distance between wells. Because of the spacing, structure may appear more drastic than it actually is.

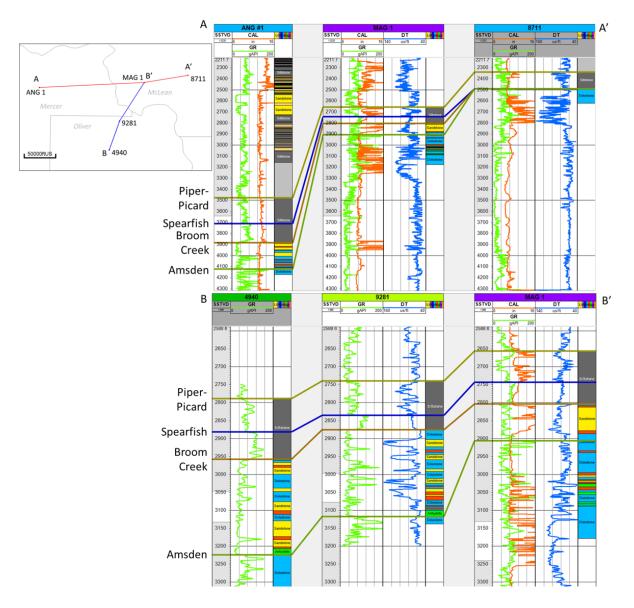


Figure 2-11. Regional well log cross sections showing the structure of the lower Piper, Spearfish, and Broom Creek Formation logs. Displayed in tracks from left to right are 1) GR (green) and caliper (orange), 2) delta time (blue), and 3) interpreted lithology log. The different depth scales are used between AA' and BB' for image display purposes.

Note: Wells in these cross sections are spaced evenly. These figures do not portray the relative distance between wells. Because of the spacing, structure may appear more drastic than it actually is.

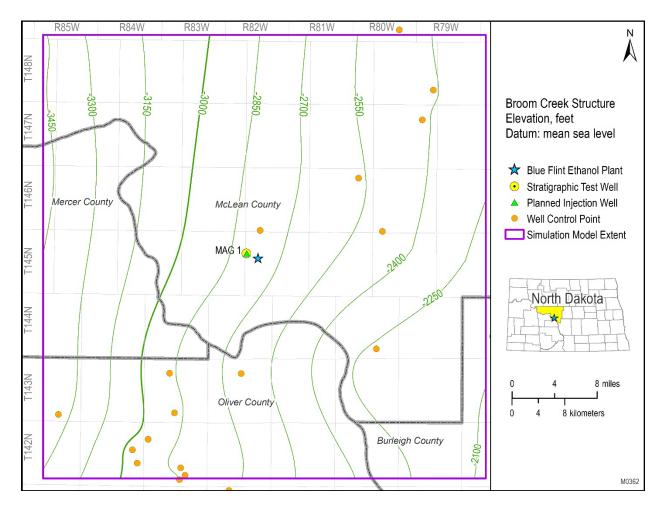


Figure 2-12. Structure map of the Broom Creek Formation across the greater Blue Flint project area in feet below mean sea level. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

Eighteen of the 1.5-in. SW Core plugs collected from the Broom Creek Formation were sampled and used to determine the distribution of porosity and permeability values throughout the formation (Table 2-5 and Figure 2-14). All but four samples were successfully tested in the lab. Some of the samples tested were fractured or chipped which could have resulted in optimistic porosity and/or permeability measurements. The range in porosity and permeability predominantly captures the sandstone variability as this rock type was prominent in the sampling program.

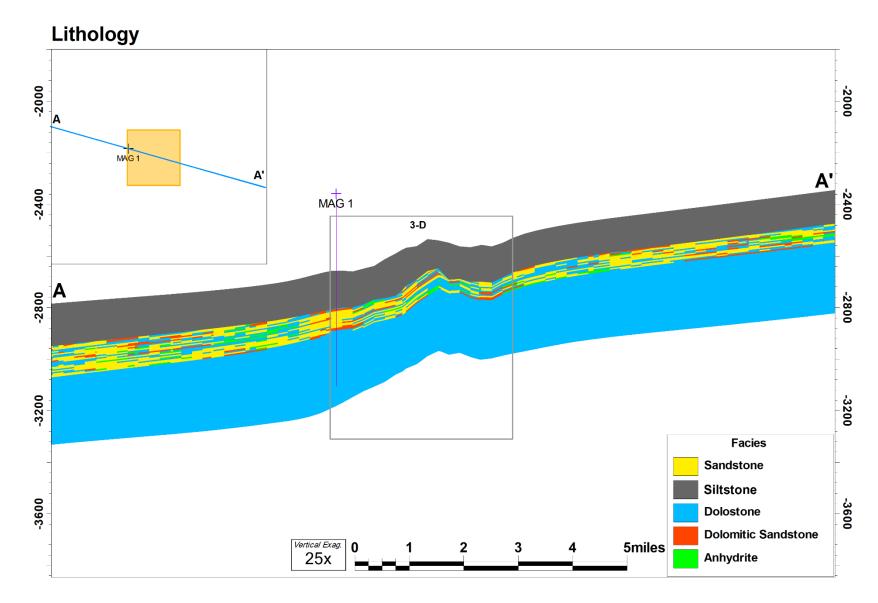


Figure 2-13. Cross section of the Blue Flint storage complex from the geologic model showing lithofacies distribution in the Broom Creek Formation. Depths are referenced as feet below mean sea level.

Table 2-5. Description of CO₂ Storage Reservoir (injection zone) at the MAG 1 Well

Injection Zone Properties					
Property	Description				
Formation Name	Broom Creek				
Lithology	Sandstone, dolomitic sandstone, dolostone				
Formation Top Depth, ft	4,708				
Thickness, ft	103 (sandstone 66, dolomitic sandstone 13, dolostone 24)				
Capillary Entry Pressure	0.866				
(brine/CO ₂), psi					

Geologic Properties

			Simulation Model
Formation	Property	Laboratory Analysis	Property Distribution
	Porosity, %*	24.12	19.15
Broom Creek		(21.42-27.80)	(0.0-36.00)
(sandstone)	Permeability, mD**	298.16	132.83
		(140.70 - 929.84)	(0-3237.4)
	Porosity, %*	20.85	15.87
Broom Creek		(16.13-23.83)	(1.0–29.25)
(dolomitic sandstone)	Permeability, mD**	81.91	50.13
		(16.40-257.00)	(0-650.70)
	Porosity, %*	10.50	7.85
Broom Creek		(5.83–15.91)	(0.0-24.65)
(dolostone)	Permeability, mD**	1.01	0.76
		(0.01-178.60)	(0.0-519.32)

^{*} Porosity values are reported as the arithmetic mean followed by the range of values in parentheses. Values measured at 2,400 psi.

Core-derived measurements from MAG 1 were used as the foundation for the generation of porosity and permeability properties within the 3D geologic model. The SW Core plug sample measurements showed good agreement with the simulation model property distribution at the location of MAG 1. This agreement gave confidence to the geologic model, which is a spatially and computationally larger data set created with the extrapolation of porosity and permeability from offset well logs. The simulation model property distribution statistics shown in Table 2-5 are derived from a combination of the SW Core plug analysis and the larger data set derived from offset well logs.

Sandstone intervals in the Broom Creek Formation are associated with low GR, low density, high porosity (neutron, density, and sonic), low resistivity due to brine salinity, and high sonic slowness measurements. The dolostone intervals in the formation are associated with an increase in GR measurements compared to the sandstone intervals, in addition to high density, low porosity (neutron, density, and sonic), high resistivity, and low sonic slowness measurements. The dolomitic sandstone intervals in the formation are the transitions between sandstone and dolostone, where the porosity begins to decrease and density beings to increase in a transition from predominantly sandstone to dolostone (Figure 2-9).

^{**} Permeability values are reported as the geometric mean followed by the range of values in parentheses. Values measured at 2,400 psi.

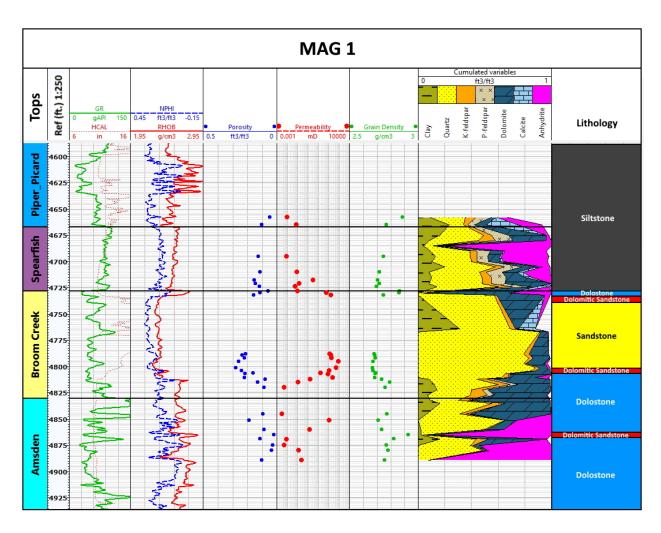


Figure 2-14. Vertical distribution of core-derived porosity and permeability values and the laboratory-derived mineralogic characteristics in the Blue Flint storage complex from MAG 1. Logs displayed in tracks from left to right are 1) formation designation, 2) measured depth track, 3) GR and caliper, 4) neutron and density, 5) core porosity, 6) core permeability, 7) core grain density, 6) XRD mineralogic characteristics, and 7) facies designation.

2.3.1 Mineralogy

Thin-section analysis of Broom Creek shows that quartz, dolomite, anhydrite, and clay (mainly illite/muscovite) are the dominant minerals. Throughout these intervals are the occurrence of feldspar (mainly K-feldspar) and iron oxide. Anhydrite obstructs the intercrystalline porosity in the upper part of the formation and dolomite in the middle and lower parts. The contact between grains is tangential. The porosity is due to the dissolution of anhydrite in the upper part and the dissolution of quartz and feldspar in the middle and lower parts. Figures 2-15, 2-16, and 2-17 show thin-section images representative of the upper, middle, and lower Broom Creek Formation.

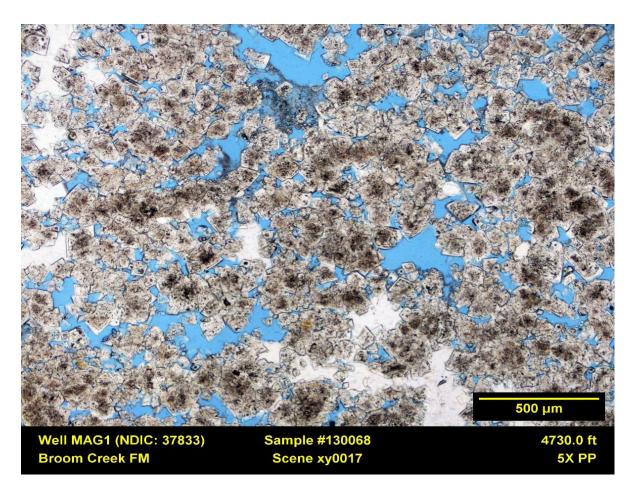


Figure 2-15. Thin section in upper Broom Creek Formation. This interval is primarily dolomite (gray) with anhydritic cement.

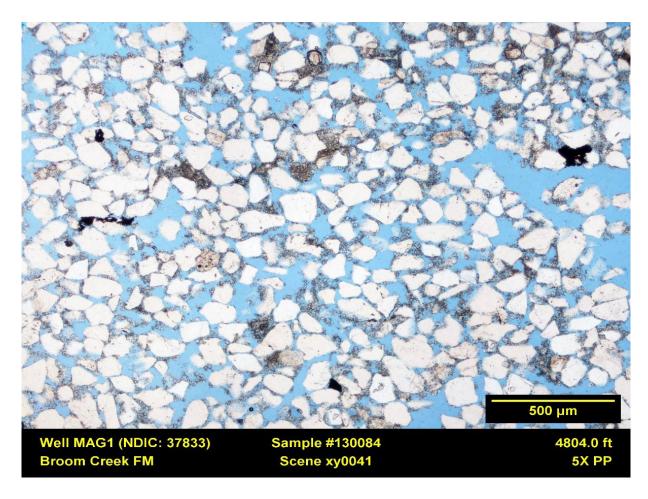


Figure 2-16. Thin section in middle Broom Creek Formation. This interval is dominated by fine-grained quartz and minor dolomite. Porosity is high in this interval.

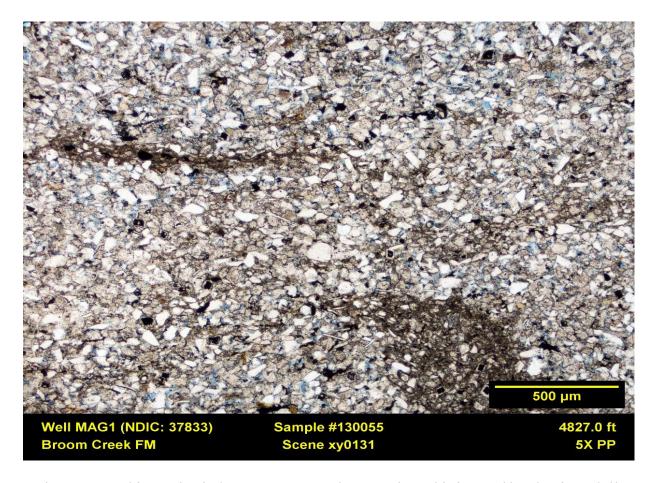


Figure 2-17. Thin section in lower Broom Creek Formation. This interval is a laminated silty mudstone. The matrix is dominated by clay and quartz.

XRD data from the samples supported facies interpretations from core descriptions and thinsection analysis. The Broom Creek Formation mainly comprises quartz, dolomite, clay, and anhydrite (Table 2-6). XRF data are shown in Figure 2-18 for the Broom Creek Formation.

Table 2-6. XRD Analysis in the Broom Creek Reservoir from MAG 1. Only major constituents are shown.

		Depth,	%	%	0/0	%	%	%	%	%	%
Sample Name	STAR No.	feet	Clay	K-Feldspar	P-Feldspar	Quartz	Calcite	Dolomite	Ankerite	Anhydrite	Halite
Broom Creek	130068	4,730	0.0	0.0	0.0	1.5	0.0	65.9	0.0	32.3	0.2
Broom Creek	130067	4,732	0.0	2.2	0.0	56.8	0.0	36.2	0.0	3.9	0.9
Broom Creek	130066	4,764	31.5	3.9	0.0	38.1	12.9	2.4	0.0	0.0	5.9
Broom Creek	130065	4,767	0.0	1.4	0.0	91.0	0.0	4.9	0.0	1.2	1.5
Broom Creek	130064	4,788	0.0	3.8	0.0	78.8	0.0	15.3	0.0	0.0	1.0
Broom Creek	130088	4,792	0.0	3.2	0.0	82.6	0.0	13.1	0.0	0.2	0.8
Broom Creek	130063	4,797	0.0	2.3	0.0	79.4	0.0	13.9	0.5	2.3	1.6
Broom Creek	130085	4,801	0.0	3.1	0.0	87.8	0.0	6.4	0.0	1.7	1.0
Broom Creek	130084	4,804	0.0	3.1	0.0	85.2	0.0	10.5	0.0	0.0	1.2
Broom Creek	130083	4,807	0.0	3.1	0.7	64.7	0.0	30.6	0.0	0.0	0.9
Broom Creek	130082	4,810.5	0.5	6.2	0.9	62.4	0.0	18.6	0.0	9.6	1.4
Broom Creek	130060	4,812	7.8	8.4	4.7	36.5	0.0	42.1	0.0	0.0	0.2
Broom Creek	130058	4,817	12.2	9.4	5.6	48.0	0.0	23.9	0.0	0.0	0.4
Broom Creek	130056	4,822	13.8	7.5	4.4	26.1	0.0	47.5	0.0	0.0	0.4
Broom Creek	130055	4,827	7.2	12.8	4.7	32.2	0.0	39.4	0.0	0.6	0.5

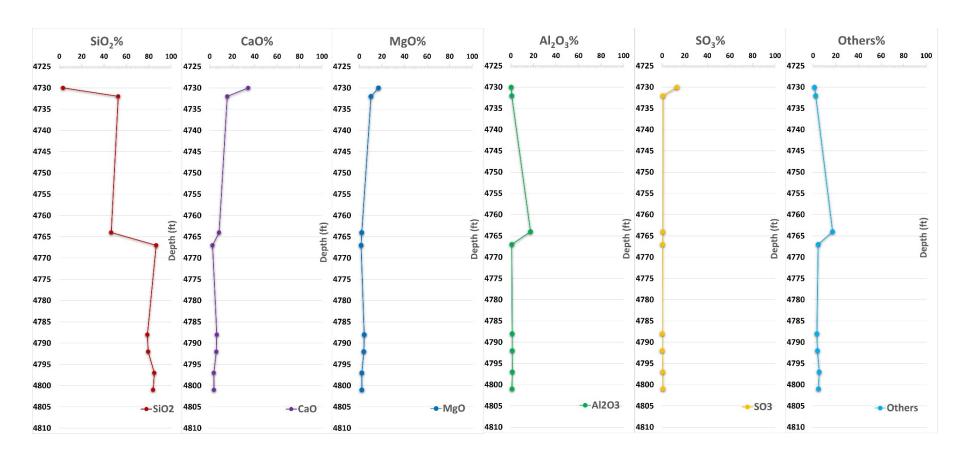


Figure 2-18. XRF analysis in Broom Creek Formation from MAG 1.

2.3.2 Mechanism of Geologic Confinement

For the Blue Flint project area, the initial mechanism for geologic confinement of CO₂ injected into the Broom Creek Formation will be the upper confining formations (Spearfish Formation and the lower Piper Formation), which will contain the initially buoyant CO₂ under the effects of relative permeability and capillary pressure. Lateral movement of the injected CO₂ will be restricted by residual gas trapping (relative permeability) and solubility trapping (dissolution of the CO₂ into the native formation brine), confining the CO₂ within the proposed storage reservoir. After injected CO₂ becomes dissolved in the formation brine, the brine density will increase. This higher-density brine will ultimately sink in the storage formation (convective mixing). Over a much longer period (>100 years), mineralization of the injected CO₂ will ensure long-term, permanent geologic confinement. Injected CO₂ is not expected to adsorb to any of the mineral constituents of the target formation; therefore, this process is not considered to be a viable trapping mechanism in this project. Adsorption of CO₂ is a trapping mechanism notable in the storage of CO₂ in deep unminable coal seams.

2.3.3 Geochemical Information of Injection Zone

Geochemical simulation has been performed to calculate the effects of introducing the CO₂ stream to the injection zone.

The injection zone, the Broom Creek Formation, was investigated using the geochemical analysis option available in the Computer Modelling Group Ltd. (CMG) compositional simulation software package GEM. GEM is also the primary simulation software used for evaluation of the reservoir's dynamic behavior resulting from the expected CO₂ injection. For this geochemical modeling study, the injection scenario consisted of a single injection well injecting for a 20-year period with maximum BHP (bottomhole pressure) and maximum gas injection rate (STG, surface gas rate) constraints of 2,970 psi and 200,000 tonnes per year (tpy), respectively. A postinjection period of 25 years was run in the model to evaluate any dynamic behavior and/or geochemical reaction after the CO₂ injection is stopped. The injection stream consists of mostly CO₂ (>99.98%) and some minor components (Table 2-7). For simulation, 100% CO₂ was assumed as the injection stream is mostly CO₂ (>99.98%) This geochemical scenario was run with and without the geochemical model analysis option included, and results from the two cases were compared (Figure 2-19 and Figure 2-20).

The scenario with geochemical analysis (geochemistry case) was constructed using the average mineralogical composition of the Broom Creek Formation rock materials (80% of bulk reservoir volume) and average formation brine composition (20% of bulk reservoir volume). XRD data from the 15 Broom Creek formation core samples were used to inform the mineralogical composition of the Broom Creek Formation (Table 2-8). Illite was chosen to represent clay for geochemical modeling as it was the most prominent type of clay identified in the XRD data. Reported ionic composition of the Broom Creek Formation water is listed in Table 2-9.

Table 2-7. Injection Stream Composition

Component	Mole Percentage, %
Carbon Dioxide	99.983861
Water	0.001123
Oxygen	0.001
Nitrogen	0.000094
Methane	0.000001
Acetaldehyde	0.004008
Hydrogen Sulfide	0.000283
Dimethyl Sulfide	0.000095
Ethyl Acetate	0.001527
Isopentyl Acetate	0.000191
Methanol	0.002395
Ethanol	0.005041
Acetone	0.000095
n-Propanol	0.000095
n-Butanol	0.000191

Table 2-8. XRD Results for MAG 1 Broom Creek Core Sample

~	
Mineral Data	%
Illite	5
K-Feldspar	4.83
Albite	1.43
Quartz	59.74
Dolomite	25.44
Anhydrite	3.56

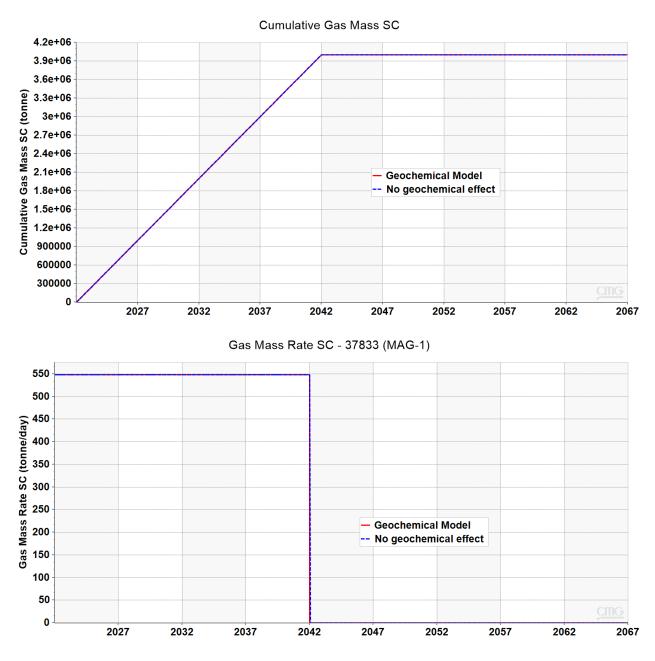
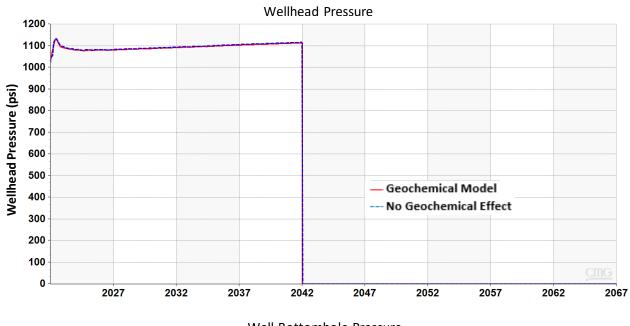


Figure 2-19. Upper graph shows cumulative injection vs. time; the bottom figure shows the gas injection rate vs. time. There is no observable difference in injection due to geochemical reactions.



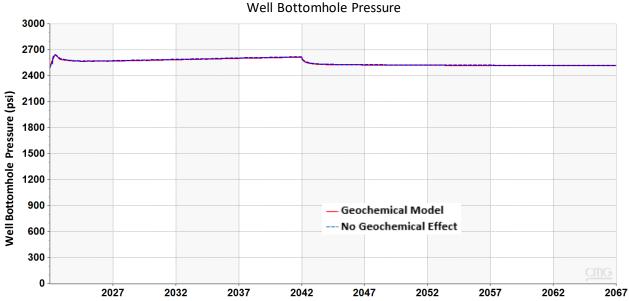


Figure 2-20. Upper graph shows wellhead pressure vs. time; the bottom figure shows the bottomhole pressure vs. time. There is no observable difference in pressures due to geochemical reactions.

Table 2-9. Broom Creek Water Ionic Composition, expressed in molality

Component	mg/L	Molality
CO ₃ ² -	0.61	0.000001
Ca ²⁺	823	0.020204
Mg^{2+}	187	0.00757
K^+	90.9	0.0022876
Na ⁺	9020	0.386022
H^+	3.3E-05	3.2E-08
SO ₄ ² -	7350	0.0752816
A13+	3.00E-06	1E-10
Cl-	11600	0.3218884
HCO ₃ -	249	0.00401522
OH-	0.025743	1.49E-06
TDS	28600	N/A

Figure 2-21 shows the concentration of CO₂, in molality, in the reservoir after 20 years of injection plus 25 years of postinjection for the geochemistry model case, and Figure 2-22 shows the same information for the nongeochemistry model for comparisons. The results do not show an evident difference in the CO₂ gas molality fraction between both cases as seen in the previous figures for volume injected and injection pressure simulation results.

The pH of the reservoir brine changes in the vicinity of the CO₂ accumulation, as shown in Figure 2-23. The pH of the Broom Creek native brine sample is 7.48 whereas the fluid pH goes down to approximately 5.17 in the CO₂-flooded areas as a result of CO₂ dissolution in the brine.

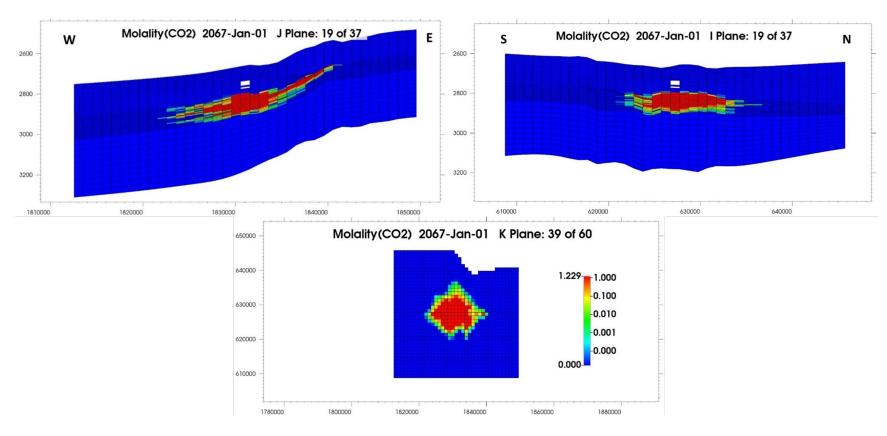


Figure 2-21. CO_2 molality for the geochemistry case simulation results after 20 years of injection + 25 years postinjection showing the distribution of CO_2 molality in log scale. Left upper images are west-east, and right upper are north-south cross sections. Lower image is a planar view of simulation in Layer k = 39. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero.

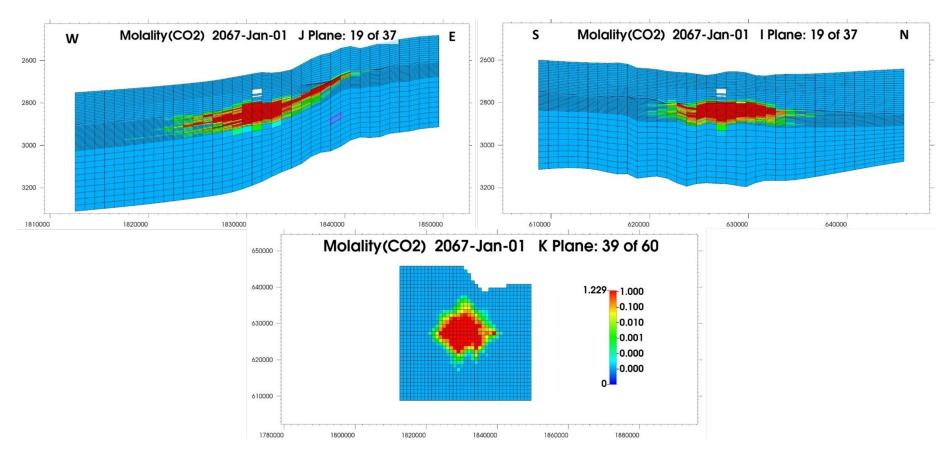


Figure 2-22. CO_2 molality for the non-geochemistry case simulation results after 20 years of injection + 25 years postinjection showing the distribution of CO_2 molality in log scale. Left upper images are west-east, and right upper are north-south cross sections. Lower image is a planar view of simulation in Layer k = 39. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero.

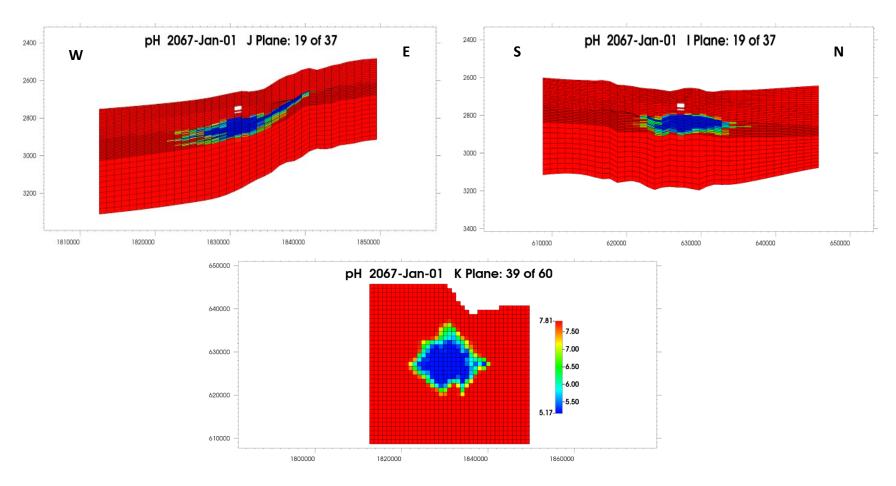


Figure 2-23. Geochemistry case simulation results after 20 years of injection + 25 years postinjection showing the pH of formation brine in log scale. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero.

Figure 2-24 shows the mass of mineral dissolution and precipitation due to geochemical reaction in the Broom Creek Formation. Dolomite is the most prominent dissolved mineral. Albite and K-feldspar gradually dissolves over time. Illite initially dissolves and then starts precipitating 3 years after injection stops. Quartz and anhydrite are the minerals that experienced the most precipitation over time.

Figures 2-25 and 2-26 provide an indication of the change in distribution of the mineral that experienced the most dissolution, dolomite, and the mineral that experienced the most precipitation, quartz, respectively. Considering the apparent net dissolution of minerals in the system, as indicated in Figure 2-24, there is an associated net increase in porosity in the affected areas, as shown in Figure 2-27. However, the porosity change is small, less than 0.04% porosity units, equating to a maximum increase in average porosity from 22.6% to 22.64% after the 20-year injection period.

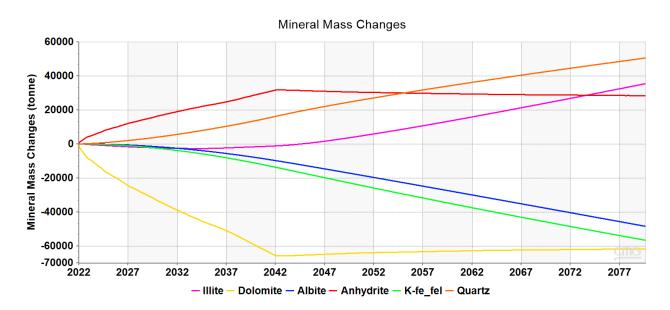


Figure 2-24. Dissolution and precipitation quantities of reservoir minerals because of CO₂ injection. Dissolution of albite, K-feldspar (K-fe_fel), and dolomite with precipitation of illite, quartz, and anhydrite was observed.

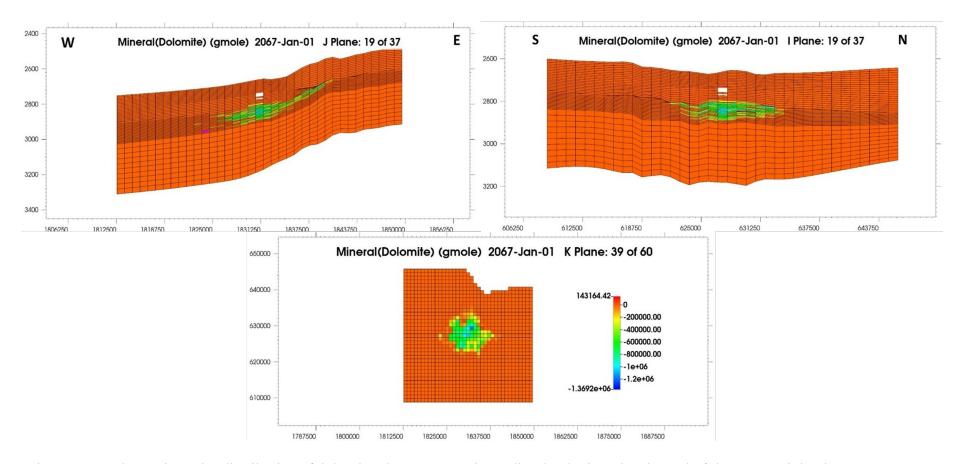


Figure 2-25. Change in molar distribution of dolomite, the most prominent dissolved mineral at the end of the 20-year injection + 25 years postinjection period. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero.

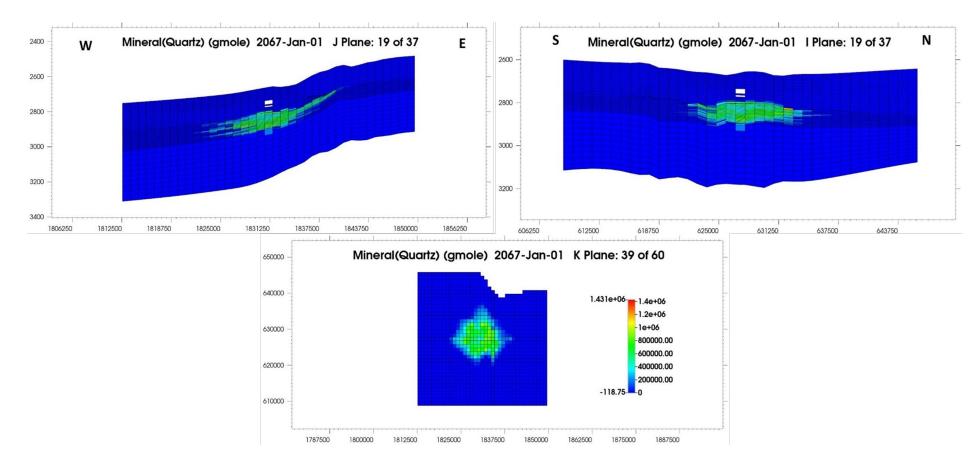


Figure 2-26. Change in molar distribution of quartz, the most prominent precipitated mineral at the end of the 20-year injection + 25 years postinjection period. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero.

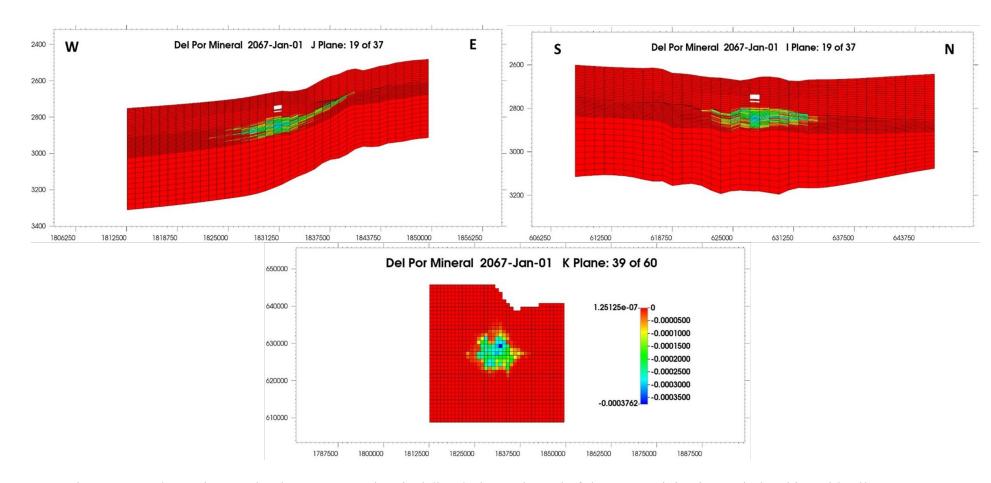


Figure 2-27. Change in porosity due to net geochemical dissolution at the end of the 20-year injection period. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero.

2.4 Confining Zones

The confining zones for the Broom Creek Formation are the overlying Spearfish Formation and the lower Piper Formation and the underlying Amsden Formation (Figure 2-2, Table 2-10). Both the overlying and underlying confining formations consist primarily of impermeable rock layers.

Table 2-10. Properties of Upper and Lower Confining Zones in Simulation Area

Confining Zone			
Properties	Upper Co	nfining Zone	Lower Confining Zone
Stratigraphic Unit	Lower Piper	Spearfish	Amsden
Lithology	Shale/anhydrite/ siltstone	Shale/anhydrite/ siltstone	Dolostone/limestone/ anhydrite/sandstone
Average Formation Top Depth (MD), ft	4,458	4,611	4,735
Thickness, ft	153	22	217
Capillary Entry Pressure (brine/CO ₂), psi	2.512	12.245	26.134
Depth below Lowest Identified USDW, ft (MAG 1)	3,488	3,575	3,738

		Laboratory	Simulation Model
Formation	Property	Analysis	Property Distribution
	Porosity, %*	***	3.00
I D'		(4.8, 10.50)	(0.00-8.00)
Lower Piper	Permeability, mD**	***	0.064
	•	(0.01, 0.074)	(0.000-0.147)
	Porosity, %*	13.14	2.00
		(11.62-15.38)	(0.00-8.00)
Spearfish	Permeability, mD**	0.116	0.11
		(0.009 - 3.087)	(0.000-0.272)
	Porosity, %*	8.48	1.00
. 1	•	(2.15-18.80)	(0.00-6.00)
Amsden	Permeability, mD**	0.062	0.683
	• •	(0.0003-117)	(0.000-3.473)

^{*} Porosity values recorded at 2,400-psi confining pressure are reported as the arithmetic mean followed by the range of values in parenthesis.

2.4.1 Upper Confining Zone

In the Blue Flint project area, the upper confining zone, the lower Piper and Spearfish Formations, consists of siltstone with interbedded anhydrite (Table 2-10). The upper confining zone is laterally

^{**} Permeability values recorded at 2,400-psi confining pressure are reported as the geometric mean followed by the range of values in parenthesis.

^{***} Average not available for two samples.

extensive across the project area (Figure 2-28) and is 4,560 ft below the land surface and 148 ft thick (lower Piper Formation, 87 ft [Figures 2-29 and 2-30], Spearfish Formation, 61 ft [Figures 2-31 and 2-32]) as observed in the MAG 1 well. The contact between the underlying Broom Creek Formation sandstone and the upper confining zone is an unconformity that can be correlated across the Broom Creek Formation extent where the resistivity and GR logs show a significant change across the contact. A relatively low GR signature of sandstone and dolostone lithologies within the Broom Creek Formation changes to a relatively high GR signature representing the siltstones of the Spearfish Formation (Figure 2-9).

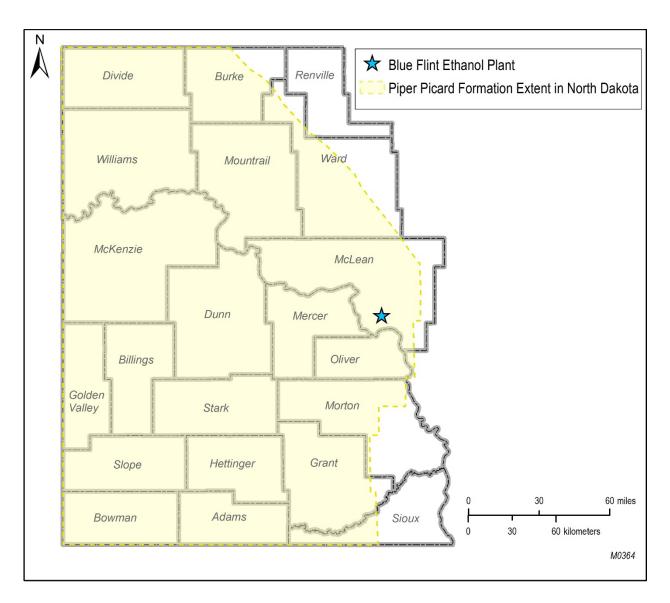


Figure 2-28. Areal extent of the lower Piper Formation in western North Dakota (modified from Carlson, 1993).

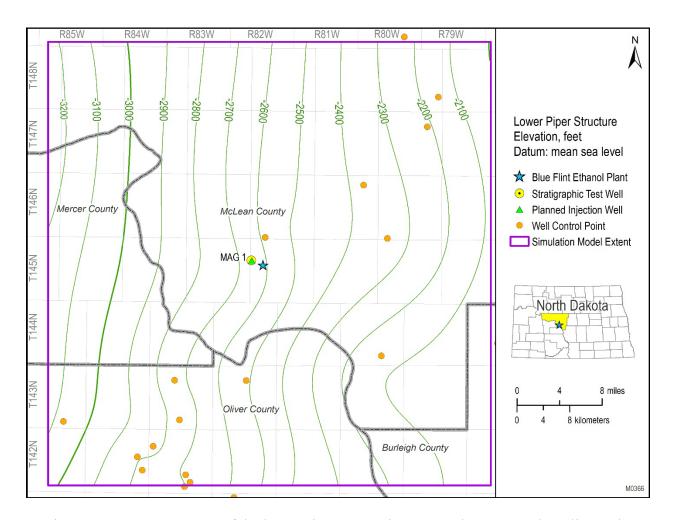


Figure 2-29. Structure map of the lower Piper Formation across the greater Blue Flint project area in feet below mean sea level. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

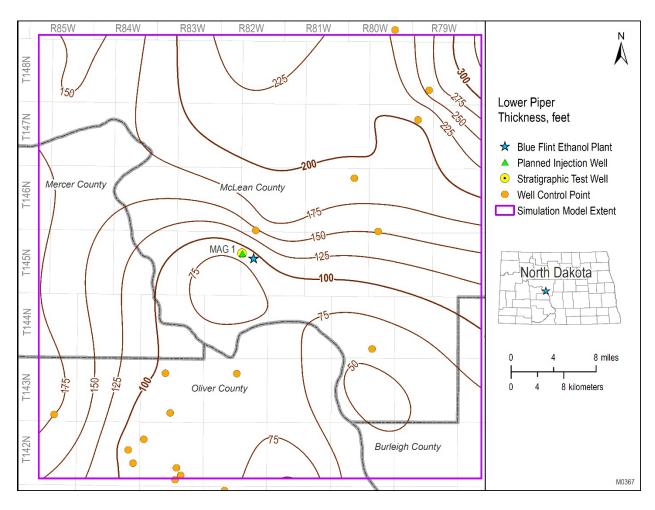


Figure 2-30. Isopach map of the lower Piper Formation in the greater Blue Flint project area. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

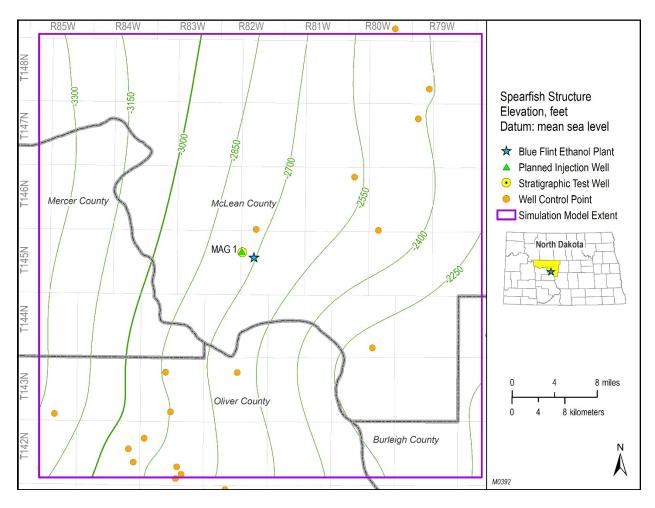


Figure 2-31. Structure map of the Spearfish Formation to the top of the Broom Creek Formation in the Blue Flint project area. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

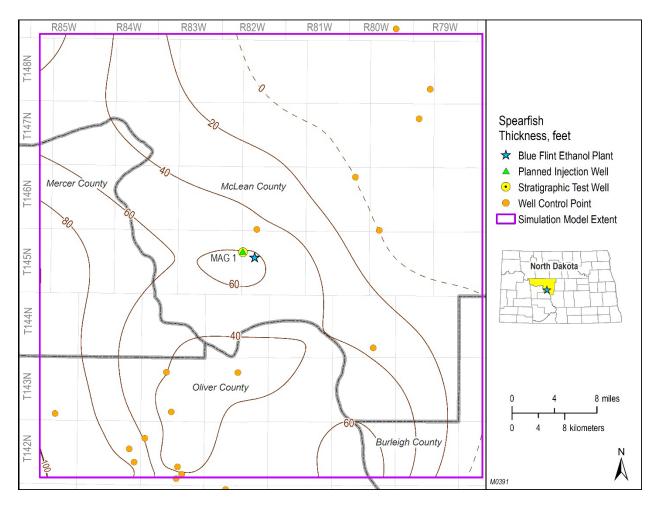


Figure 2-32. Isopach map of the Spearfish Formation to the top of the Broom Creek Formation in the Blue Flint project area. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

Laboratory measurements of the porosity and permeability from eight SW Core samples (six Spearfish Formation and two lower Piper Formation) taken from MAG 1 can be found in Table 2-11. Because of the fractured or chipped nature of some samples, the permeability and porosity values measured are higher than the matrix would suggest. The lithology from the sidewall-cored sections of the Spearfish Formation is primarily siltstone.

In situ fluid pressure testing was not performed in the Spearfish or lower Piper Formations in the MAG 1 well. The low permeability values shown in Table 2-11 suggest any fluid within the Spearfish Formation is pore- and capillary-bound fluid and likely not mobile. Several documented attempts by others to draw down reservoir fluid in order to measure the reservoir pressure or collect an in situ fluid sample using a modular formation dynamics tester (MDT) tool in the undifferentiated Spearfish/Opeche and other similar low-permeability intervals suggest collecting this information is not feasible. The Tundra SGS (secure geologic storage) SFP applications

Table 2-11. Spearfish and Lower Piper Formation SW Core Sample Porosity and Permeability from MAG 1

	Sample		
Formation	Depth, ft	Porosity %	Permeability, mD
Piper	4,658*	4.8	0.01
Piper	4,665*	10.50	0.074
Spearfish	4,695*	12.52	0.009
Spearfish	4,710	11.62	0.090
Spearfish	4,718*	15.38	3.087
Spearfish	4,721	14.49	0.141
Spearfish	4,724	11.69	0.059
	Range	(4.8-15.38)	(0.009-3.087)
•	Values Measu	red at 2400 psi	

^{*} Sample is fractured or chipped. The measured permeability and/or porosity may be higher than its real value.

describe unsuccessful attempts to measure in situ fluid pressure because of the low permeability of the formations tested, the undifferentiated Spearfish/Opeche Formation, and the Icebox Formation (North Dakota Industrial Commission, 2021a, b). The Red Trail Energy SFP application also describes unsuccessful attempts to collect these data in the low-permeability Opeche Formation (North Dakota Industrial Commission, 2021c).

2.4.1.1 Mineralogy

The combined interpretation of SW Core samples, well logs, and thin sections shows that the Spearfish and lower Piper Formations are dominated by clays (mainly illite/muscovite), quartz, anhydrite, feldspar (mainly K-feldspar), and dolomite. Sixteen depth intervals in the Spearfish and Lower Piper Formations were sampled for thin-section creation, XRD mineralogical determination, and XRF bulk chemical analysis. For the assessment, thin sections and XRD provide independent confirmation of the mineralogical constituents of each of these intervals. Thin-section analysis of the siltstone intervals shows that clay, quartz, and anhydrite are the dominant minerals. Throughout these intervals are occurrences of dolomite, feldspar, and iron oxides (Figures 2-33, 2-34, and 2-35). The contacts between grains are typically separated by a clay matrix, with more rare occurrences of contacts between quartz grains as tangential to long.

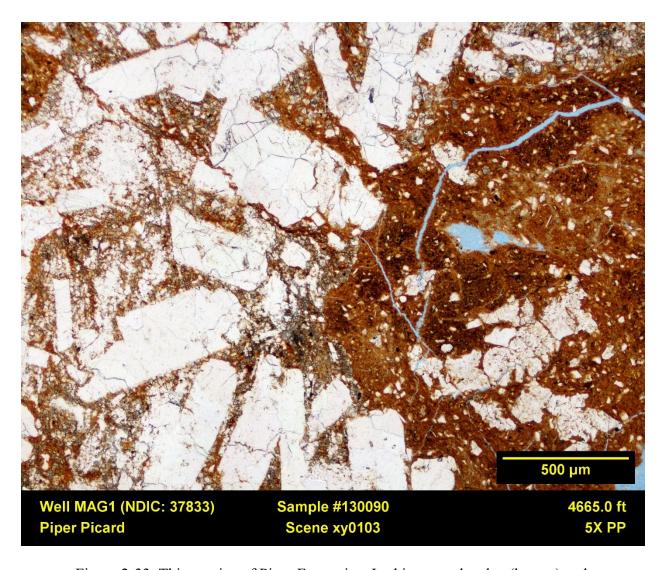


Figure 2-33. Thin section of Piper Formation. In this example, clay (brown) and anhydrite (white) dominate the depth interval. Minor porosity is observed (blue).

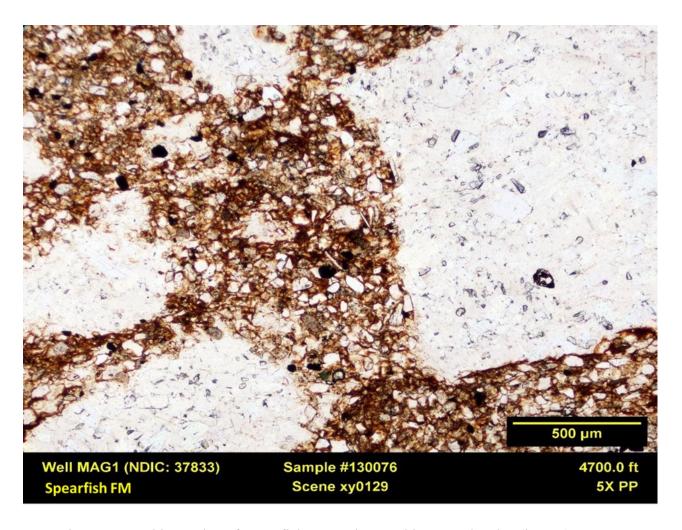


Figure 2-34. Thin section of Spearfish Formation. In this example, clay (brown), quartz (small white grains), anhydrite (large white grains), and iron oxides (black grains) dominate the depth interval. No porosity is observed.

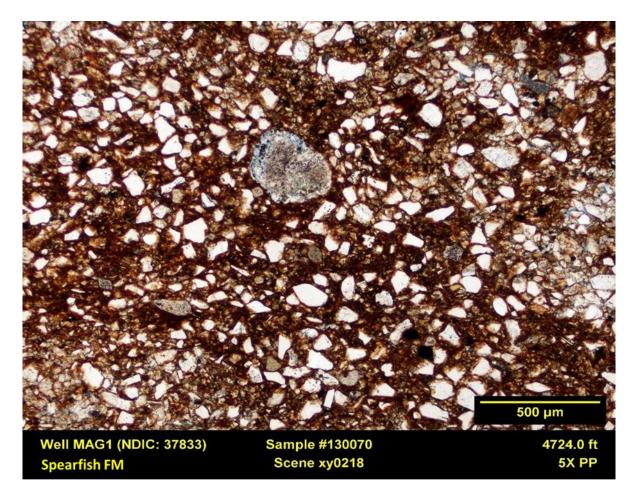


Figure 2-35. Thin section of Spearfish Formation. In this example, clay (brown) and quartz (white) dominate the depth interval. Minor intergranular and intragranular porosity are observed (blue).

XRD data from the SW Core samples in the cap rock intervals supported the thin-section analysis. Table 2-12 shows the major mineral phases identified for the samples representing these intervals. XRF data related to the upper confining zones are presented in Figure 2-36.

Table 2-12. XRD Analysis in the Upper Confining Intervals (Spearfish and Lower Piper) from MAG 1 Well. Only major constituents are shown.

.	CTLAD N	Depth,	%	%	% D.E.I.I	%	%	% D. I	%	%	%
Formation	STAR No.	feet	Clay	K-Feldspar	P-Feldspar	Quartz	Calcite	Dolomite	Ankerite	Anhydrite	Halite
Piper	130095	4,640	37.7	7.6	11.9	26.2	1.2	3.3	1.5	7.9	0.7
Piper	130094	4,648	4.5	0.4	0.0	1.2	0.0	0.0	0.0	93.7	0.2
Piper	130093	4,655	27.4	1.8	4.8	7.1	2.5	2.7	1.6	50.7	0.0
Piper	130091	4,658	9.1	0.0	4.2	4.8	19.5	0.0	0.4	62.1	0.0
Piper	130090	4,665	23.3	2.8	5.3	11.3	24.1	8.9	6.8	17.5	0.0
Spearfish	130081	4,675	16.4	6.2	13.2	33.4	0.0	28.3	0.0	1.6	0.4
Spearfish	130080	4,680	7.5	12.7	12.5	36.7	0.0	25.0	0.0	4.9	0.6
Spearfish	130079	4,685	3.7	1.4	2.9	6.5	0.1	5.1	0.0	80.4	0.0
Spearfish	130078	4,690	9.3	5.5	10.2	29.5	0.6	10.0	3.5	30.8	0.4
Spearfish	130077	4,695	13.0	4.5	8.1	25.8	0.8	8.7	2.6	35.7	0.3
Spearfish	130076	4,700	9.7	4.1	9.3	30.3	2.7	7.6	2.4	33.2	0.4
Spearfish	130075	4,705	19.8	7.3	12.8	37.7	4.1	11.5	0.0	5.6	0.7
Spearfish	130074	4,710	8.3	5.3	11.8	38.5	4.6	11.0	0.0	19.7	0.4
Spearfish	130073	4,715	9.6	6.6	11.4	37.9	4.5	13.9	0.0	15.4	0.4
Spearfish	130071	4,721	8.0	6.7	10.2	39.6	0.0	34.9	0.0	0.0	0.0
Spearfish	130070	4,724	13.8	9.8	15.3	46.0	10.2	3.3	0.0	0.8	0.6

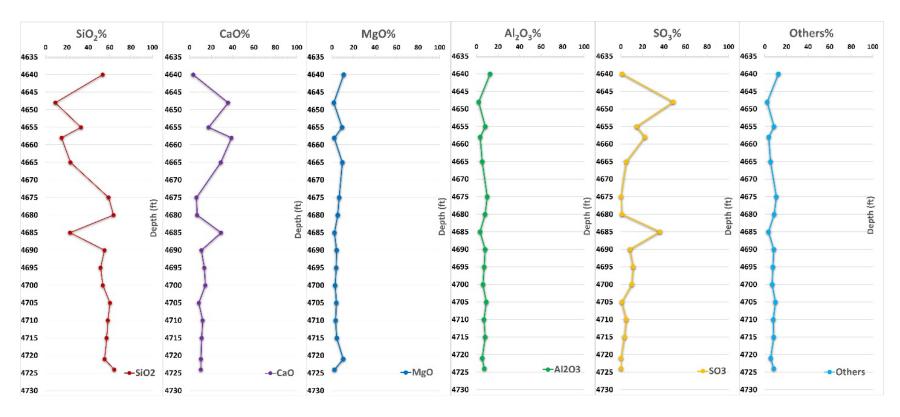


Figure 2-36. XRF analysis in the upper confining zone (Spearfish and lower Piper Formations) from MAG 1.

2.4.1.2 Geochemical Interaction

Geochemical simulation using the PHREEQC geochemical software was performed to calculate the potential effects of an injected CO₂ stream on the Spearfish Formation, the primary confining zone. A vertically oriented 1D simulation was created using a stack of 1-meter grid cells where the formation was exposed to CO₂ at the bottom boundary of the simulation and allowed to enter the system by molecular diffusion processes. Direct fluid flow into the Spearfish Formation by free-phase saturation from the injection stream is not expected to occur because of the low permeability of the confining zone. Results were calculated at the grid cell centers: 0.5, 1.5, and 2.5 meters above the cap rock-CO₂ exposure boundary. The mineralogical composition of the Spearfish Formation was honored (Table 2-13). Formation brine composition was assumed to be the same as the known composition from the Broom Creek Formation injection zone below (Table 2-14). For simulation, 100% CO₂ was used as discussed in Section 2.3.1. The exposure level, expressed in moles per year, of the CO₂ stream to the cap rock used was 4.5 moles/yr. This value is considerably higher than the expected actual exposure level of 2.3 moles/year (Espinoza and Santamarina, 2017). This overestimate was done to ensure that the degree and pace of geochemical change would not be underestimated. This geochemical simulation was run for 45 years to represent 20 years of injection plus 25 years of postinjection. The simulation was performed at reservoir pressure and temperature conditions.

> Table 2-13. Mineral Composition of the Spearfish Derived from XRD Analysis of MAG 1 Core Samples

Minerals, wt%			
Illite	10.5		
Chlorite	2.5		
K-Feldspar	4.5		
Albite	8.2		
Quartz	25.8		
Dolomite	8.7		
Anhydrite	35.8		

Table 2-14. Formation Water Chemistry from Broom Creek Formation Fluid Samples from MAG 1

11 0111 1/11/10 1			
pН	7.48	TDS	28,600 mg/L
Total Alkalinity	204 mg/L CaCO ₃	Calcium	823 mg/L
Bicarbonate	249 mg/L CaCO ₃	Magnesium	187 mg/L
Carbonate	0 mg/L CaCO ₃	Sodium	9,020 mg/L
Hydroxide	0 mg/L CaCO ₃	Potassium	90.9 mg/L
Sulfate	7,350 mg/L	Strontium	18.4 mg/L
Chloride	11,600 mg/L		

Results showed geochemical processes at work. Figures 2-37 through 2-41 show results from geochemical modeling. Figure 2-37 shows change in fluid pH over time as CO₂ enters the system. For the cell at the CO₂ interface, C1, the pH starts declining from an initial pH of 7.48 and goes down to a level of 4.9 after 11 years of simulation time. pH starts to increase after 18 years of simulation time and reaches to 5.5 by the 45 years of simulation. For the cell occupying the space 1 to 2 meters into the cap rock, C2, the pH only begins to change after Year 20. Lastly, the pH is unaffected in Cell C3, indicating CO₂ does not penetrate this cell within the first 45 years.

Figure 2-38 shows the change in mineral dissolution and precipitation in grams per cubic meter of rock. The dashed lines are for Cell C1; solid lines that are only faintly seen in the figure are for Cell C2, 1.0 to 2.0 meters into the cap rock. The net change due to precipitation or dissolution in Cell C2 is less than 2 kg per cubic meter per year with very little dissolution or precipitation taking place after injection ceases in Year 2043. Albite, K-feldspar, and anhydrite start to dissolve from the beginning of the simulation period while illite, quartz, and dolomite start to precipitate for Cell C1 at the same time. Any effects in Cell C3 are too small to represent at this scale.

Figure 2-39 represents the initial fractions of potentially reactive minerals in the Spearfish Formation based on XRD data shown in Table 2-13. The expected dissolution of these minerals in weight percentage is also shown for Cells 1 and Cell 2 of the model. In Cell 1, albite, K-feldspar, anhydrite, and chlorite are the primary minerals that dissolve. In Cell 2, albite and K-feldspar are the two primary minerals that dissolve. Dissolution (%) in Cell 2 is minimal (< 0.1%) and too small to plot in Figure 2-39.

Figure 2-40 represents expected minerals to be precipitated in weight (%) shown for Cells C1 and C2 of the model. In Cell 1, illite, quartz, and dolomite are the minerals to be precipitated. In Cell 2, illite and quartz are the minerals to be precipitated.

Figure 2-41 shows the change in porosity of the cap rock for Cells C1–C3. The overall net porosity changes from dissolution and precipitation are minimal, less than 0.2% change during the life of the simulation. Cell 1 experiences an initial 0.006% increase in porosity as it is first exposed to CO₂ because of dissolution, but the change is temporary. At later times, Cell 1 experiences a porosity decrease of 0.13%. No significant porosity changes were observed for Cell 2 and Cell 3.

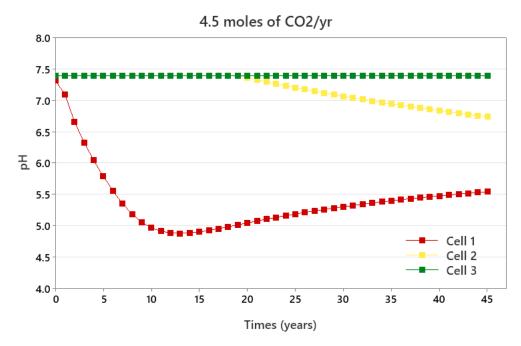


Figure 2-37. Change in fluid pH vs. time. Red line shows pH for the center of Cell C1, 0.5 meters above the Spearfish Formation cap rock base. Yellow line shows Cell C2, 1.5 meters above the cap rock base. Green line shows Cell C3, 2.5 meters above the cap rock base. pH for Cell C2 does not begin to change until after Year 16.

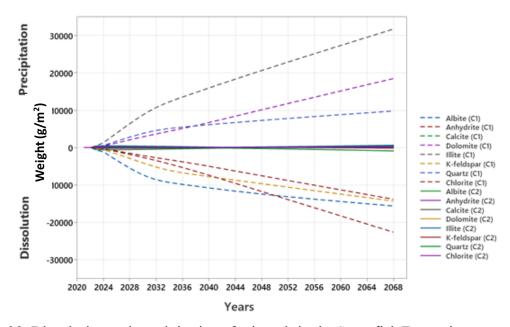


Figure 2-38. Dissolution and precipitation of minerals in the Spearfish Formation cap rock. Dashed lines show results calculated for Cell C1 at 0.5 meters above the cap rock base. Solid lines show results for Cell C2, 1.5 meters above the cap rock base; these changes are barely visible. Results from Cell C3, 2.5 meters above the cap rock base, are not shown as they are too small to be seen at this scale.

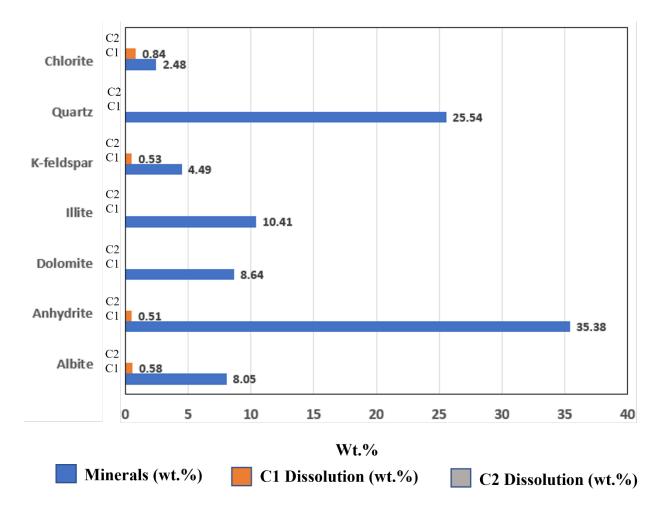


Figure 2-39. Weight percentage (wt%) of potentially reactive minerals present in the Spearfish Formation geochemistry model before simulation (blue) and expected dissolution of minerals in Cell 1 (C1) (orange) and Cell 2 (C2) (gray, too small to see in the figure) after 20 years of injection plus 25 years of postinjection.

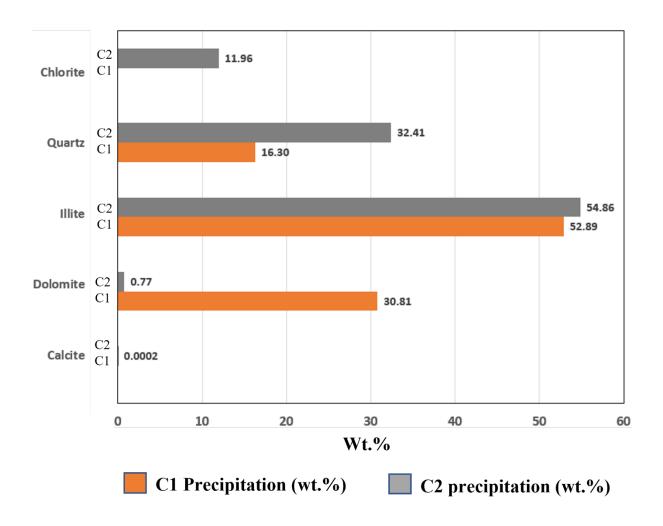


Figure 2-40. Weight percentage (wt%) of precipitated minerals in the Cell 1 (C1) (orange) and Cell 2 (C2) (gray) during 45 years of simulation time.

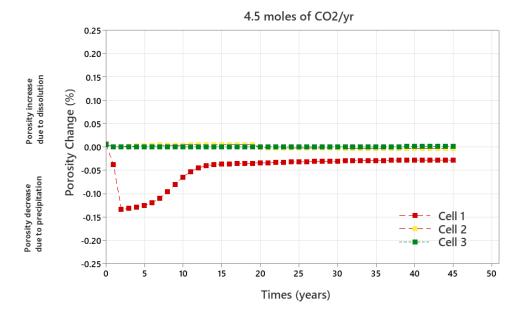


Figure 2-41. Change in percent porosity of the Spearfish cap rock. Red line shows porosity change calculated for Cell C1 at 0.5 meters above the cap rock base. Yellow line shows Cell C2, 1.5 meters above the cap rock base. Green line shows Cell C3, 2.5 meters above the cap rock base. Long-term change in porosity is minimal and stabilized. Positive change in porosity is related to dissolution of minerals, and negative change is due to mineral precipitation.

2.4.2 Additional Overlying Confining Zones

Several other formations provide additional confinement above the lower Piper interval. Impermeable rocks above the primary seal include the upper Piper, Rierdon, and Swift Formations, which make up the first additional group of confining formations (Table 2-15). Together with the Spearfish and lower Piper intervals, these intervals are 859 ft thick on average across the simulation area and will isolate Broom Creek Formation fluids from migrating upward to the next permeable interval, the Inyan Kara Formation (see Figure 2-42). Above the Inyan Kara Formation at the MAG 1 well, 2,512 ft of impermeable rocks acts as an additional seal between the Inyan Kara sandstone interval and lowermost USDW, the Fox Hills Formation (see Figure 2-43). Confining layers above the Inyan Kara sandstone interval include the Skull Creek, Mowry, Belle Fourche, Greenhorn, Carlile, Niobrara, and Pierre Formations (Table 2-15).

Table 2-15. Description of Zones of Confinement above the Immediate Upper Confining Zone (data based on the MAG 1 well)

		Formation		
		Top Depth,	Thickness,	Depth below Lowest
Name of Formation	Lithology	ft	ft	Identified USDW, ft
Pierre	Shale	1,092	1,316	0
Niobrara	Shale	2,408	328	1,316
Carlile	Shale	2,736	261	1,644
Greenhorn	Shale	2,997	53	1,905
Belle Fourche	Shale	3,050	250	1,958
Mowry	Shale	3,300	58	2,208
Skull Creek	Shale	3,375	229	2,282
Swift	Shale	3,831	382	2,739
Rierdon	Shale	4,213	221	3,121
Piper (Kline Member)	Limestone	4,434	147	3,342

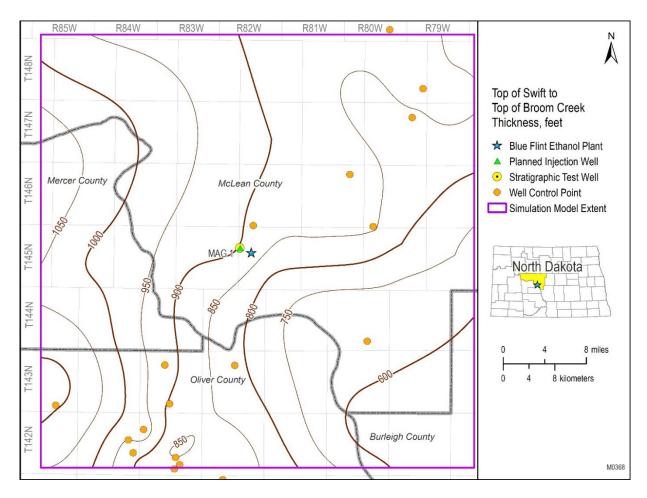


Figure 2-42. Isopach map of the interval between the top of the Broom Creek Formation and the top of the Swift Formation. This interval represents the primary and secondary confinement zones. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

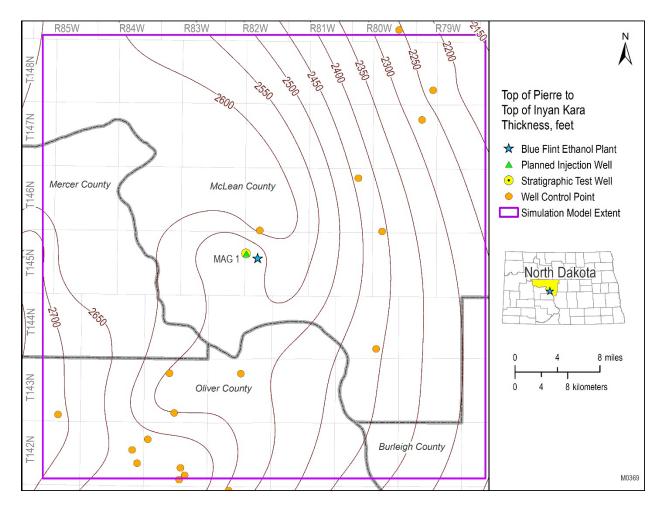


Figure 2-43. Isopach map of the interval between the top of the Inyan Kara Formation and the top of the Pierre Formation. This interval represents the tertiary confinement zone. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

The formations between the Broom Creek and Inyan Kara Formations and between the Inyan Kara Formation and lowest USDW have demonstrated the ability to prevent the vertical migration of fluids throughout geologic time and are recognized as impermeable flow barriers in the Williston Basin (Downey, 1986; Downey and Dinwiddie, 1988).

Sandstones of the Inyan Kara Formation comprise the first unit, with relatively high porosity and permeability above the injection zone and the primary sealing formation. The Inyan Kara represents the most likely candidate to act as an overlying pressure dissipation zone. Monitoring digital temperature sensor (DTS) data for the Inyan Kara Formation using the downhole fiber-optic cable provides an additional opportunity for mitigation and remediation (Section 5). In the unlikely event of out-of-zone migration through the primary and secondary sealing formations, CO₂ would become trapped in the Inyan Kara Formation. The depth to the Inyan Kara Formation at MAG 1 is approximately 3,604 ft, and the interval itself is about 228 ft thick.

2.4.3 Lower Confining Zone

The lower confining zone of the storage complex is the Amsden Formation, which comprises primarily dolostone, limestone, and anhydrite. The Amsden Formation does include some thin sandstone and dolomitic sandstone intervals on the order of 4–6 inches thick (Figure 2-9). The sandstone intervals in the Amsden Formation are isolated from the sandstones of the Broom Creek Formation by thick impermeable dolostone intervals (Figure 2-9). The top of the Amsden Formation was placed at the top of an argillaceous dolostone, which has relatively high GR character that can be correlated across the project area (Figure 2-9). The Amsden Formation is 4,810 ft below land surface and 276 ft thick at the Blue Flint site as determined at the MAG 1 well (Figures 2-44 and 2-45).

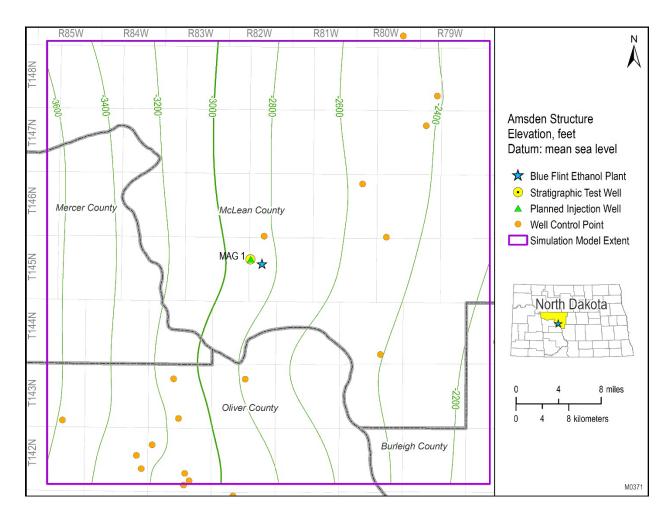


Figure 2-44. Structure map of the Amsden Formation across the greater Blue Flint project area in feet below mean sea level. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

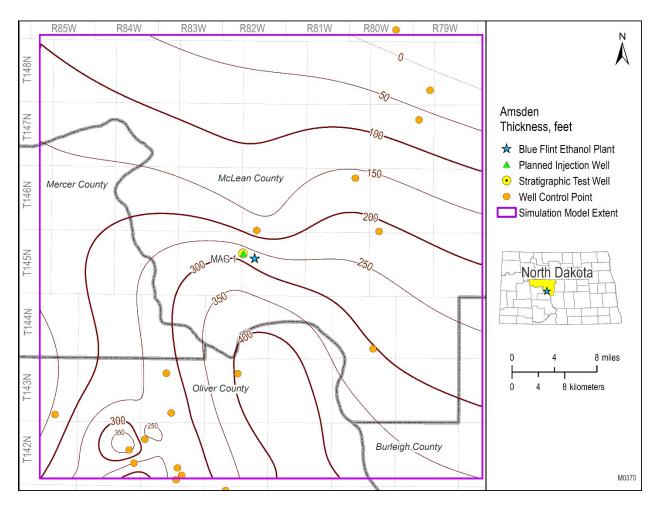


Figure 2-45. Isopach map of the Amsden Formation across the greater Blue Flint project area. The convergent interpolation gridding algorithm was used with well formation tops in creation of this map.

The contact between the underlying Amsden Formation and the overlying Broom Creek Formation is evident on wireline logs as there is a lithological change from the dolostone and anhydrite beds of the Amsden Formation to the porous sandstones of the Broom Creek Formation. This lithologic change is also recognized in the SW Core samples from MAG 1. The lithology of the sidewall-cored section of the Amsden Formation from MAG 1 is the predominant dolostone and anhydrite and lesser predominant lithologies of shaly sandstone and siltstone. Table 2-16 shows the range of porosity and permeability values of the SW Core samples from the Amsden Formation.

Table 2-16. Amsden SW Core Sample Porosity and Permeability from MAG 1

Sample Depth, ft	Porosity %	Permeability, mD			
4,845	9.59	0.003			
4,851*	18.80	117			
4,860*	8.86	1.46			
4,865	2.15	0.0003			
4,869	11.56	0.009			
4,875**	2.9	0.005			
4,880*	3.74	0.134			
4,889*	10.26	0.239			
Range	(2.15-18.80)	(0.0003-117)			
Values measured at 2,400 psi					

^{*} Sample is fractured or chipped. The measured permeability and/or porosity may be higher than its real value.

2.4.3.1 Mineralogy

Well logs and the thin-section analyses show that the Amsden Formation comprises dolostone, sandstone, anhydrite, and limestone. The porosity averages 7%, and permeability is very low. Figures 2-46, 2-47, and 2-48 show thin-section images representative of the Amsden Formation.

^{**} Sample is very short; the measured porosity may be higher than its real value because of lack of conformation of boot material to plug surface.

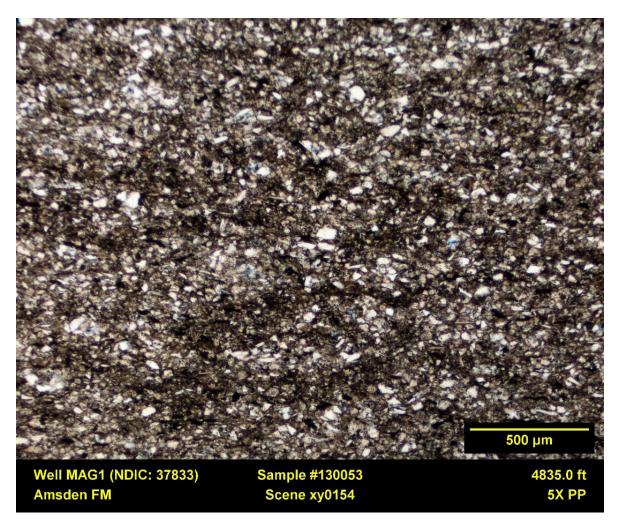


Figure 2-46. Thin section in the Amsden Formation. This example shows a dolomite matrix (gray/brown) with quartz grains distributed throughout. Minor porosity is observed.

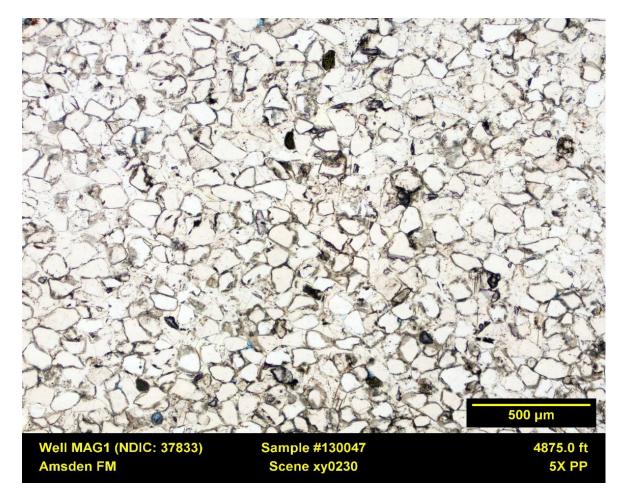


Figure 2-47. Thin section in the Amsden Formation. This interval is dominated by anhydrite and quartz. In this example, quartz grains are tightly cemented, and almost no porosity is observed.



Figure 2-48. Thin section in the Amsden Formation. This interval shows a fine micritic dolomite with minor quartz grains. Porosity is generally low and found to be intergranular or due to the dissolution of dolomite in this example.

XRD was performed, and the results confirm the observations made during core observation, thin-section description, and well log analysis. Amsden intervals show that dolomite, anhydrite, quartz, and clay are the dominant minerals (Table 2-17). XRF data are presented in Figure 2-49 for the Amsden Formation.

Table 2-17. XRD Analysis in the Lower Confining Zone (Amsden Formation) from MAG 1 Well. Only major constituents are shown.

	STAR	Depth,	%	%	% P-	%	%	%	%	%	%
Formation	No.	ft	Clay	K-Feldspar	Feldspar	Quartz	Calcite	Dolomite	Ankerite	Anhydrite	Halite
Amsden	130054	4,832	8.8	7.0	2.3	21.4	0.0	59.6	0.0	0.0	0.5
Amsden	130053	4,835	16.1	9.7	0.0	39.4	0.0	33.7	0.0	0.0	0.4
Amsden	130052	4,845	6.4	5.4	2.5	25.1	0.0	60.6	0.0	0.0	0.0
Amsden	130051	4,851	0.0	1.1	0.0	64.7	0.0	7.6	0.0	26.2	0.5
Amsden	130050	4,860	2.0	2.2	0.0	47.1	0.0	12.8	0.0	35.9	0.0
Amsden	130049	4,865	2.2	0.0	0.0	1.7	0.0	7.2	0.0	88.9	0.0
Amsden	130048	4,869	16.3	9.3	0.4	27.4	0.0	44.4	0.0	0.0	0.4
Amsden	130047	4,875	0.0	2.2	0.0	39.0	0.0	5.1	0.0	53.7	0.0
Amsden	130046	4,880	0.0	1.7	0.0	48.6	0.0	1.6	0.0	48.2	0.0
Amsden	130045	4,889	0.0	0.6	0.0	7.6	0.0	0.0	0.0	91.7	0.0

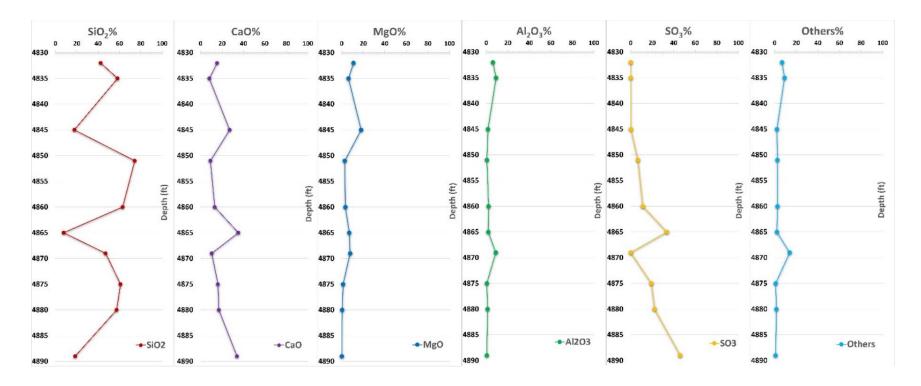


Figure 2-49. XRF analysis in the lower confining zone (Amsden Formation) from MAG 1.

2.4.3.2 Geochemical Interaction

The Broom Creek Formation's underlying confining layer, the Amsden Formation, was investigated using PHREEQC geochemical software. A vertically oriented 1D simulation was created using a stack of thirteen cells, each cell 1 meter in thickness. The formation was exposed to CO₂ at the top boundary of the simulation which was allowed to enter the system by advection and dispersion processes. Direct contact between the Amsden Formation and free-phase saturation from the injection stream is not expected to occur. Results were calculated at the center of each cell below the confining layer—CO₂ exposure boundary. The mineralogical composition of the Amsden Formation was honored (Table 2-18). The Amsden Formation brine composition was assumed to be the same as the known composition from the Broom Creek Formation injection zone above (Table 2-15). The CO₂ stream composition used in the simulation was 100% CO₂. The maximum formation temperature and pressure projected from CMG simulation results described in Section 3.1 were used to represent the potential maximum pore pressure and temperature levels. The higher-pressure results are shown here to represent a potentially more rapid pace of geochemical change.

Table 2-18. Mineral Composition of the Amsden Formation Derived from XRD Analysis of MAG 1 Core Samples at a Depth of 4,832 ft MD

Minerals, wt%						
Illite	8.81					
K-Feldspar	6.96					
Albite	2.29					
Quartz	21.44					
Dolomite	59.62					

Figure 2-50 shows change in fluid pH over 45 years of simulation time as CO₂ enters the system. Initial change in pH in all of the cells from 7.48 to 7.2 is related to initial equilibration of the model. For the cell at the CO₂ interface, C1, the pH begins to decline significantly after Year 3, declines to a level of 6.0 after 7 years of injection, and slowly declines further to 5.4 after an additional 10 years of postinjection. Progressively less or slower pH change occurs for each cell as the distance of the cell from the CO₂ interface increases.

Figure 2-51 shows that CO_2 does not penetrate more than 11 meters (represented by Cells C12–C13) within the 45 years of simulation.

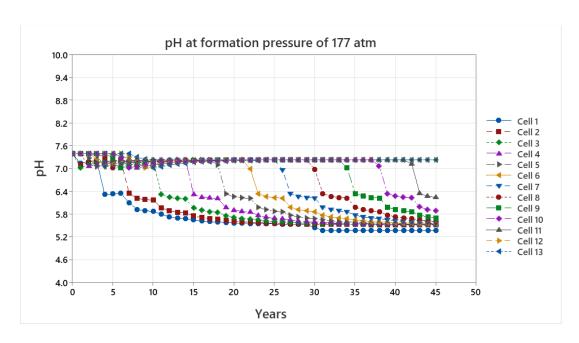


Figure 2-50. Change in fluid pH in the Amsden Formation underlying confining layer for Cells C1–C13.

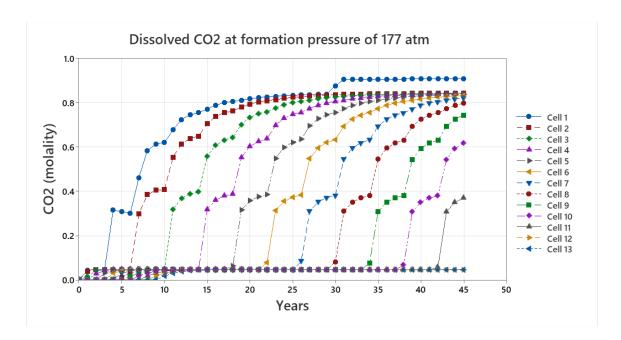


Figure 2-51. CO₂ concentration (molality) in the Amsden Formation underlying confining layer for Cells C1–C13.

Figure 2-52 shows the changes in mineral dissolution and precipitation in grams per cubic meter over simulation years. For Cells C1 and C2, albite and K-feldspar start to dissolve from the beginning of the simulation period while quartz and illite clays start to precipitate.

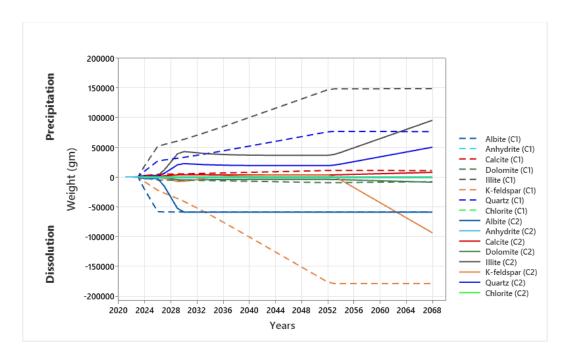


Figure 2-52. Dissolution and precipitation of minerals in the Amsden Formation underlying confining layer. Dashed lines show results for Cell C1, 0 to 1 meter below the Amsden top. Solid lines show results for Cell C2, 1 to 2 meters below the Amsden top.

Figure 2-53 represents the initial fractions of potentially reactive minerals in the Amsden Formation based on the XRD data shown in Table 2-18. The expected dissolution of these minerals in weight percentage is also shown for Cells C1 and C2 of the model. In Cells 1 and 2, albite and K-feldspar are the primary minerals that dissolve. Dolomite dissolution in Cell 1 and 2 is insignificant compared to other minerals. No dissolution is observed for illite and quartz. The dissolved minerals are almost completely replaced by the precipitation of other minerals, as shown in Figure 2-54.

Figure 2-54 represents expected minerals to be precipitated in weight percentage (wt%) shown for Cells C1 and C2 of the model. In Cell 1 and 2, illite, quartz, and calcite are the minerals to be precipitated.

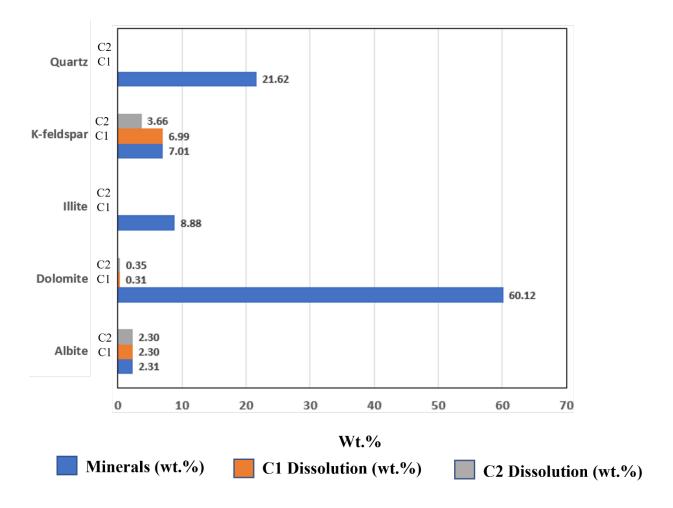


Figure 2-53. Weight percentage (wt%) of potentially reactive minerals present in the Amsden Formation geochemistry model before simulation (blue) and expected dissolution of minerals in Cell 1 (C1) (orange) and Cell 2 (C2) (gray) during 45 years of simulation time.

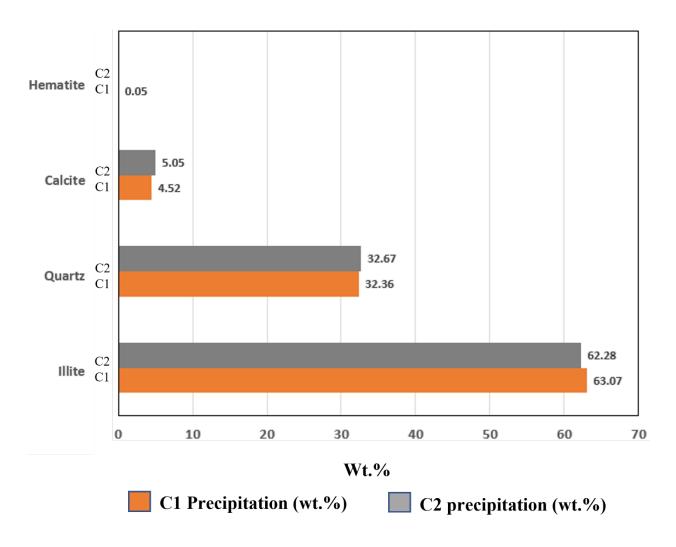


Figure 2-54. Weight percentage (wt%) of precipitated minerals in the Cell 1 (C1) (orange) and Cell 2 (C2) (gray) during 45 years of simulation time.

Change in porosity (% units) of the Amsden Formation underlying confining layer is displayed in Figure 2-55 for Cells C1–C3. The overall net porosity changes from dissolution and precipitation are minimal, less than 0.4% change during the life of the simulation. Cell C1 shows an initial porosity increase of 0.04%, but this change is temporary. At later times, Cells C1–C3 experience a porosity decrease up to 2.5%. No significant porosity changes were observed in Cells C1–C3 after 12 years of injection. Cells C4–C13 showed similar results, with net porosity change being less than 0.4%.

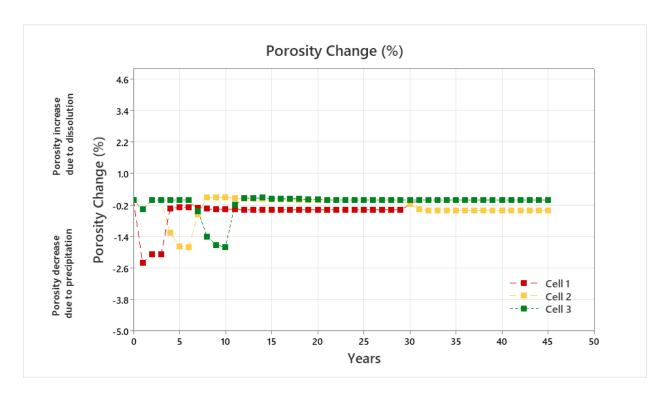


Figure 2-55. Change in percent porosity in the Amsden Formation underlying confining layer. Red line shows porosity change for Cell C1, 0 to 1 meter below the Amsden Formation top. Yellow line shows Cell C2, 1 to 2 meters below the Amsden Formation top. Green line shows Cell C3, 2 to 3 meters below the Amsden top. Long-term change in porosity is minimal and stabilized. Positive change in porosity is related to dissolution of minerals, and negative change is due to mineral precipitation.

2.4.4 Geomechanical Information of Confining Zone

2.4.4.1 Borehole Image Fracture Analysis

Borehole image logs were used to evaluate fractures within the upper and lower confining zones. The natural fractures and in situ stress directions were assessed through the interpretation of the FMI log acquired from the MAG 1 well. The FMI log provides a 360-degree image of the formation of interest and can be oriented to provide an understanding of the general direction of features observed.

Figures 2-56a, 2-56b, 2-57, 2-58, and 2-59 show sections of the interpreted borehole imagery and the primary features observed in the Piper, Spearfish Formation and Amsden Formation, respectively. Drilling induced fractures were observed in the Piper Formation as shown in Figure 2-56a in the far-right track. The far-right track on Figure 2-56b demonstrates that the tool provides information on surface boundaries and bedding features that characterize the Spearfish Formation. Figure 2-57 shows that features that have an electrically conductive signal in Spearfish Formation are observed. The logged interval of the Amsden Formation shows the main features represented by horizontal and oblique stratification fractures (Figure 2-58) and the presence of rare resistive fractures (Figure 2-59). Rose diagrams showing dip, dip azimuth, and strikes for conductive and drilling induced fractures observed in the borehole imagery are shown in Figures 2-60–2-62. These two fracture types were studied to evaluate potential leakage pathways as well as maximum horizontal stress. The diagrams shown in Figures 2-60 and 2-61 provide the dip orientation of the electrically conductive features in Spearfish and Amsden Formations, respectively. Breakouts were not identified in Spearfish or Amsden Formations. The drilling-induced fractures observed in the Piper Formation are oriented NE-SW; these features are parallel to the maximum horizontal stress (SHmax), (Figure 2-62).

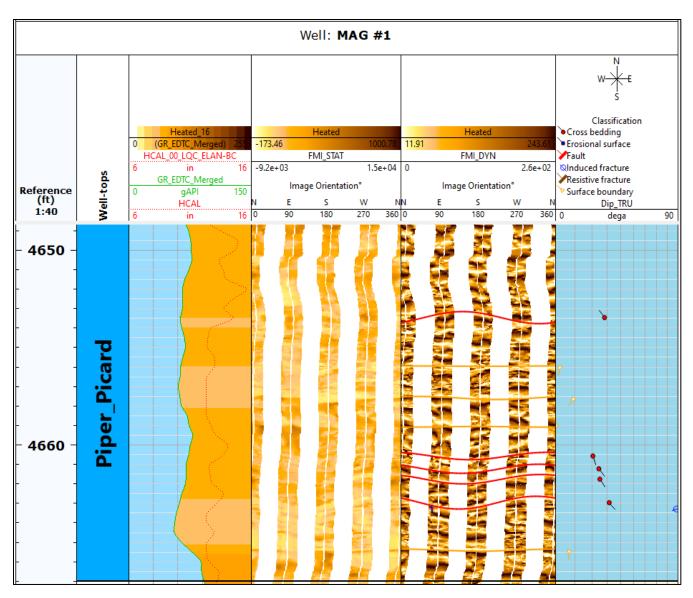


Figure 2-56a. Examples of the interpreted FMI log for the MAG 1 well showing one of the drilling induced fractures observed in the Piper Formation.

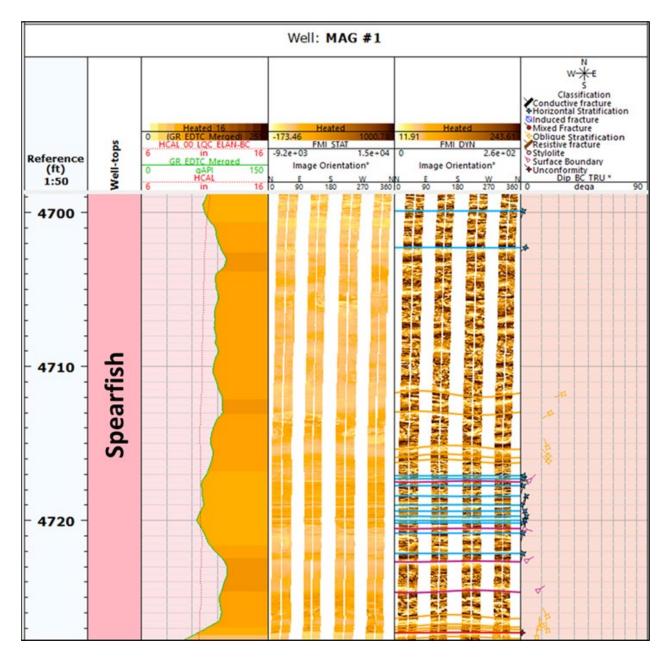


Figure 2-56b. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (horizontal stratification, oblique stratification, and surface boundaries) seen in Spearfish Formation FMI image analysis.

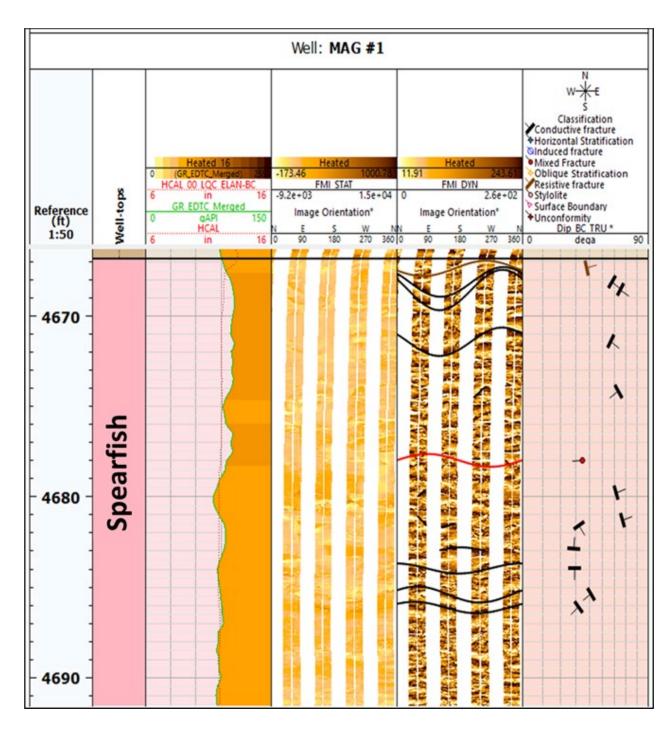


Figure 2-57. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (conductive fractures, resistive fracture, mixed fracture, horizontal stratification, and oblique stratification) seen in Spearfish Formation FMI image analysis.

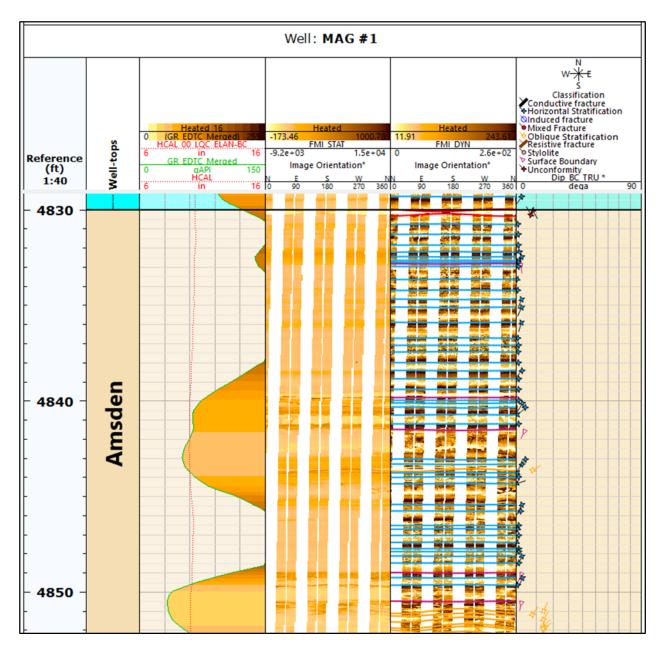


Figure 2-58. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (horizontal stratification, oblique stratification, and surface boundaries) seen in Amsden Formation FMI image analysis.

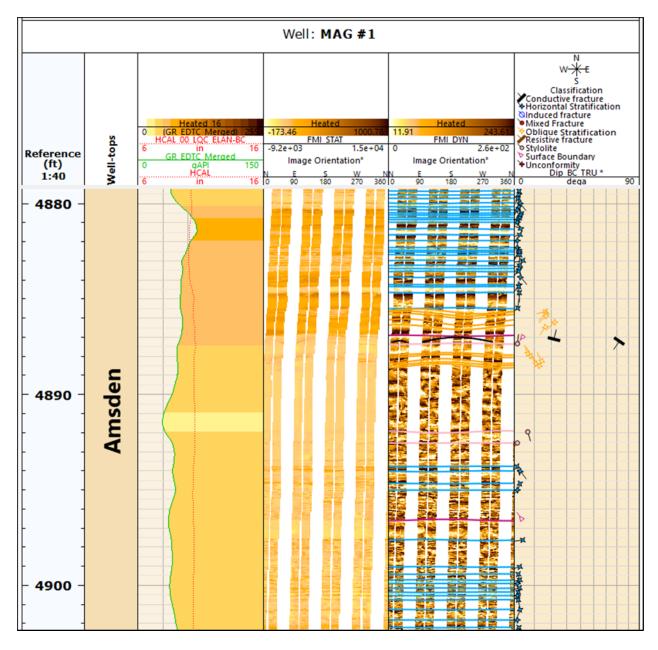


Figure 2-59. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (conductive fractures, stylolites, horizontal stratification, oblique stratification, and surface boundaries) seen in Amsden Formation FMI image analysis.

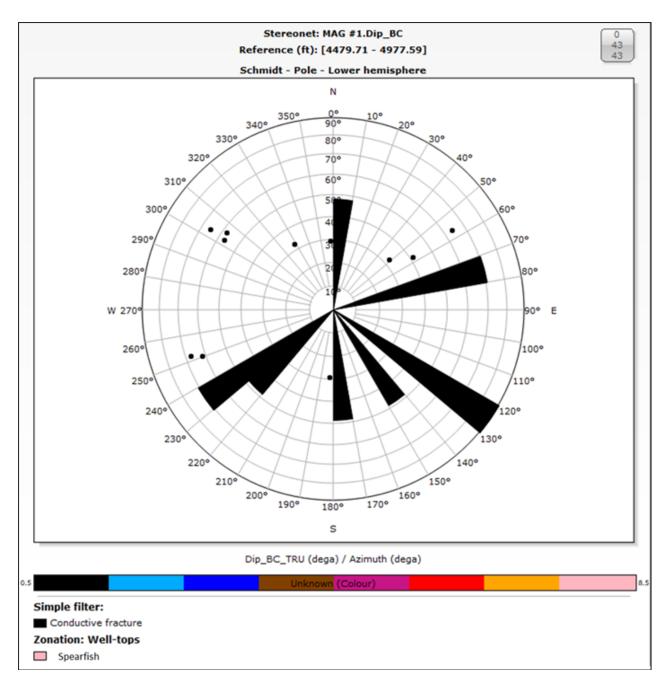


Figure 2-60. This example shows the dip azimuth and dip angle for conductive fractures seen in the Spearfish Formation.

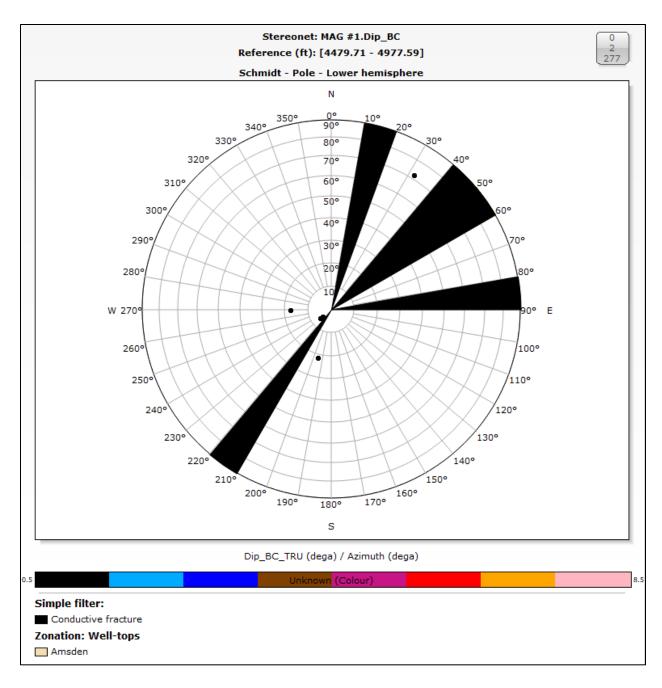


Figure 2-61. This example shows the dip azimuth and dip angle for conductive fractures seen in the Amsden Formation.

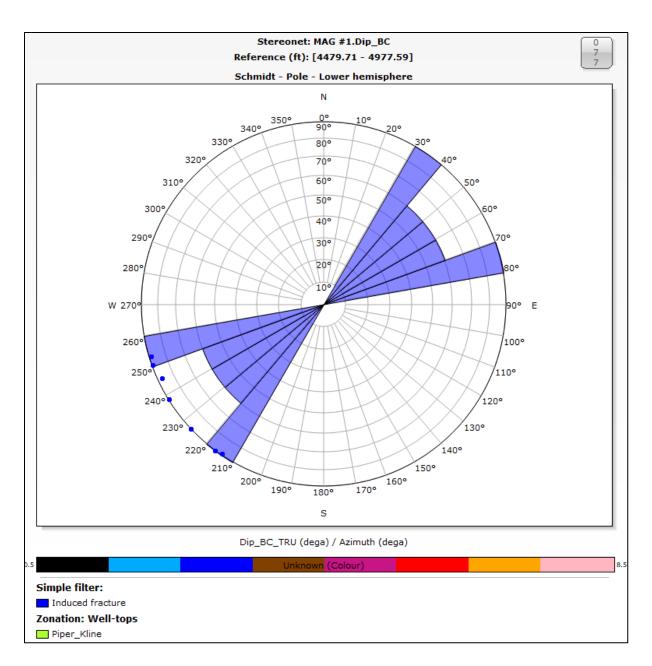


Figure 2-62. This example shows the orientation of drilled-induced fractures in the Piper Formation.

2.4.4.2 Stress, Ductility and Rock Strength

A 1D MEM was derived using the log data from MAG 1 well. Logs were edited to account for washouts in the Broom Creek and Amsden Formation sections using multilinear regressions. Geomechanical parameters in the Spearfish, Broom Creek, and Amsden Formations were estimated using the 1D MEM. The 1D MEM was used to estimate the vertical stress, pore pressure, minimum and maximum horizontal stresses (Shmin, SHmax), Poisson's ratio, Young's modulus,

shear and bulk moduli, tensile, uniaxial compressive strength, and friction angle (Figure 2-63, Figure 2-64, and Figure 2-65). Table 2-19 shows the average and range of elastic and dynamic parameters, and stresses in the Spearfish, Broom Creek, and Amsden Formations.

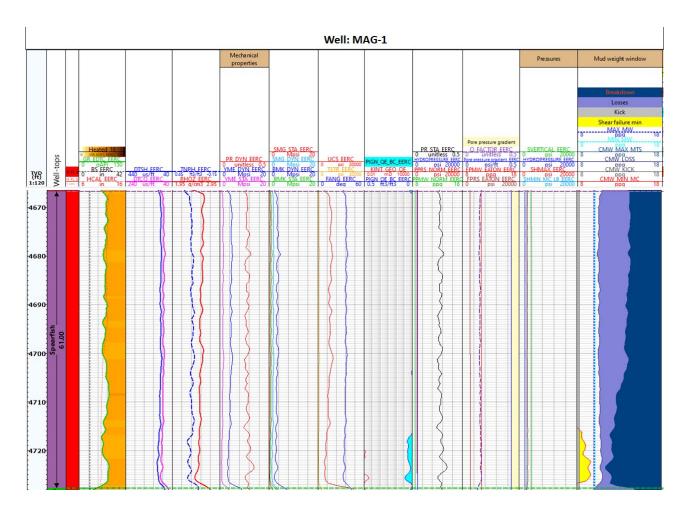


Figure 2-63. Geomechanical parameters in the Spearfish Formation. Track 1, bad hole. Track 2, total GR, bit size, and caliper. Track 3, DTSH, DTCO. Track 4, TNPH, RHOZ. Track 5, dynamic Poisson's ratio, and dynamic and static Young's modulus. Track 6, dynamic and static shear modulus, dynamic and static bulk modulus. Track 7, UCS, tensile, friction angle. Track 8, effective porosity and permeability log. Track 9, static Poisson's ratio, hydropressure, pore pressure (in psi and ppg). Track 10, pore pressure gradient, Q factor. Track 11, vertical stress, hydropressure, SHmax, Shmin. Track 12, wellbore stability.

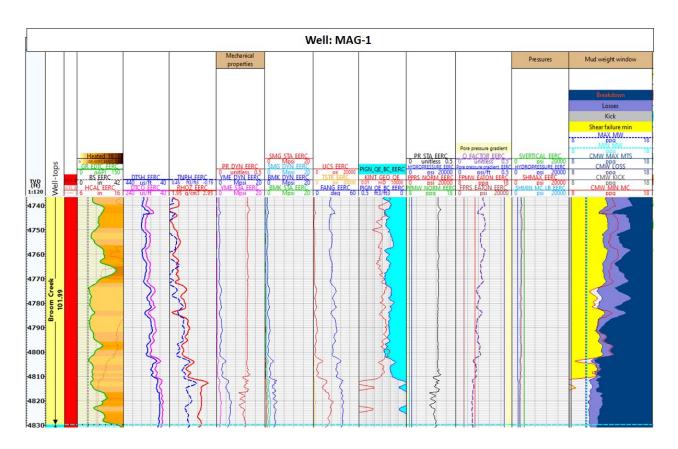


Figure 2-64. Geomechanical parameters in the Broom Creek Formation. Track 1, bad hole. Track 2, total GR, bit size, and caliper. Track 3, DTSH, DTCO. Track 4, TNPH, RHOZ. Track 5, dynamic Poisson's ratio, dynamic and static Young's modulus. Track 6, dynamic and static shear modulus, dynamic and static bulk modulus. Track 7, UCS, tensile, friction angle. Track 8, effective porosity and permeability log. Track 9, static Poisson's ratio, hydropressure, pore pressure (in psi and ppg). Track 10, pore pressure gradient, Q factor. Track 11, vertical stress, hydropressure, SHmax, Shmin. Track 12, wellbore stability.

Since the SW Core samples collected from the MAG 1 well were horizontally oriented, it was not possible to determine ductility and rock strength through laboratory testing. The dimensions of the SW Core samples were inadequate for multistage triaxial testing. The static properties (Young's modulus, Poisson's ratio, bulk modulus, shear modulus, uniaxial strain modulus) and the dynamic properties (Young's modulus, Poisson's ratio) were estimated through the evaluation of the 1D MEM in the Spearfish, Broom Creek, and Amsden Formations. The dynamic parameters determined using the 1D MEM were converted into static parameters using specific equations derived from global correlations of dynamic to static parameters (Tutuncu and Sharma, 1992; Yale and Walters, 2016; Nowakowski, 2005; Yale and others, 1995; Zhang and Bentley, 2005; Yale and Jamieson, 1994).

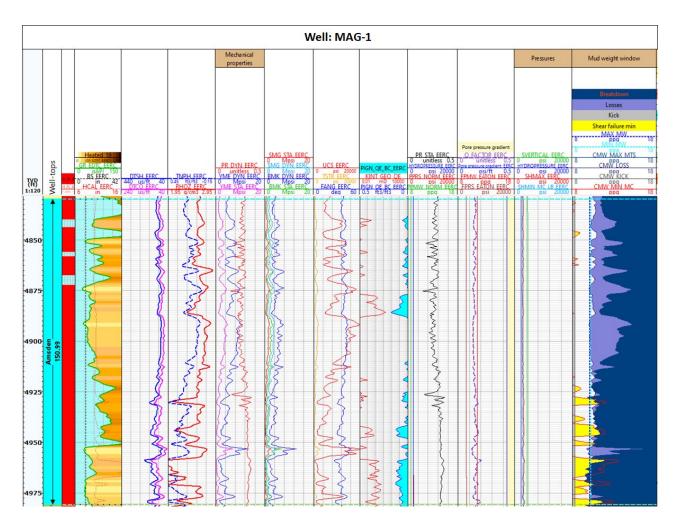


Figure 2-65. Geomechanical parameters in the Amsden Formation. Track 1, Bad hole. Track 2, total GR, bit size, and caliper. Track 3, DTSH, DTCO. Track 4, TNPH, RHOZ. Track 5, dynamic Poisson's ratio, dynamic and static Young's modulus. Track 6, dynamic and static shear modulus, dynamic and static bulk modulus. Track 7, UCS, tensile, friction angle. Track 8, effective porosity and permeability log. Track 9, static Poisson's ratio, hydropressure, pore pressure (in psi and ppg). Track 10, pore pressure gradient, Q factor. Track 11, vertical stress, hydropressure, SHmax, Shmin. Track 12, wellbore stability.

Table 2-19. Ranges and Averages of the Elastic Properties Estimated from 1D MEM in Spearfish, Broom Creek and Amsden Formations: Static Young's Modulus (E_Stat), Static Poisson's Ratio (n_Stat), Static Bulk Modulus (K), Static Shear Modulus (G), Uniaxial Strain Modulus (P), Dynamic Young's Modulus (E_Dyn), and Dynamic Poisson's ratio (n_Dyn) in the Spearfish, Broom Creek, and Amsden Formations

		E_Stat,	n_Stat,		G,		E_Dyn,	n_Dyn,
Formation	Stats	Mpsi	unitless	K, Mpsi	Mpsi	P, psi	Mpsi	unitless
Spearfish	Min	0.665	0.243	0.493	0.256	2821	3.090	0.243
	Max	1.554	0.347	1.365	0.616	6591	5.213	0.347
_	Average	1.159	0.281	0.884	0.453	4916	4.331	0.281
Dungama	Min	0.089	0.231	0.084	0.034	378	0.896	0.231
Broom Creek	Max	3.774	0.347	3.288	1.429	15884	8.963	0.347
	Average	0.573	0.313	0.479	0.221	2430	2.444	0.313
Amsden	Min	0.117	0.152	0.137	0.043	495	1.057	0.152
	Max	6.869	0.364	6.774	2.581	29140	13.026	0.364
	Average	1.945	0.286	1.47	0.764	8249	5.707	0.286

Log data were used to characterize stress in the storage complex to determine the fracture pressure gradient. In the injection zone, the parameters used to calculate stress were determined from the sand intervals in the Broom Creek Formation section. Rock strength defines the limit at which the stress conditions might induce the rock to mechanically fail. The unconfined compressive strength can be determined directly from rock mechanics tests, but in the MAG 1 well case, it was empirically estimated from well log data. Poisson's ratio was estimated using the available well logs, which resulted in an average value for the Broom Creek Formation of 0.32. The Biot factor was calculated using the effective porosity, static bulk modulus, and permeability, resulting in a range of 0.89-1. The pore pressure and hydropressure gradient were estimated using the true vertical depth (TVD), vertical stress (Sv), compressional slowness, and compressional velocity, respectively. The pore pressure and hydropressure gradients are equal to 0.448 and 0.429 psi/ft, respectively. In situ stresses such as Sv, maximum horizontal stress (SHmax), and minimum horizontal stress (Shmin) were calculated using specific parameters and methods (Table 2-20). Sv, which is related to the overburden or lithostatic pressure, is an important parameter in geomechanical modeling. In the Broom Creek Formation, overburden pressure was estimated through the bulk density log to the surface using the extrapolation method, resulting in an overburden gradient of 0.911 psi/ft. The poroelastic horizontal strain model is the most used method for horizontal stress calculation. The poroelastic horizontal strain model can be expressed using static Young's modulus, Poisson ratio, Biot's constant, overburden stress, and pore pressure. The poroelastic horizontal strain model was used to estimate the minimum horizontal stress (Plumb and Hickman, 1985; Aadnoy, 1990; Aadnoy and Bell, 1998; Brudy and Zoback, 1999). The SHmax is estimated from Shmin and process zone stress (as function of porosity). Based on the calculated stresses, the stress regime that can be seen in the Spearfish, Broom Creek, and Amsden Formations is a normal stress regime where Sv > SHmax > Shmin. Shmin magnitude could not be calibrated using the closure pressure measurements obtained from the openhole MDT microfracture in situ stress test because it was not performed in the MAG 1 well because of the large washout in the vicinity of the intervals of interest. The fracture gradient (FG) is calculated from pore pressure and overburden gradient. With the absence of closure pressure measurements

Table 2-20. Ranges and Averages of the Sv, Hydropressure, Shmin, and Friction Angle (Fang) Estimated from 1D MEM in the Spearfish, Broom Creek, and Amsden Formations

		Sv, Vertical	Hydropressure,	Shmin,	Fang, Friction
Formation	Stats	Stress, psi	psi	psi	Angle, degrees
Spearfish	Min	4,238	2,006	2,522	33
	Max	4,306	2,032	2,711	39
	Average	4,272	2,019	2,602	36
Broom	Min	4,306	2,032	2,442	21
	Max	4,407	2,076	3,132	44
Creek	Average	4,355	2,054	2,876	29
Amsden	Min	4,407	2,076	2,477	27
	Max	4,574	2,141	3,051	48
	Average	4,493	2,109	2,669	39

in the Broom Creek Formation from in situ testing, a fracture gradient of 0.69 psi/ft was calculated in Schlumberger's Techlog software through the Matthew and Kelly method (Zhang and Yin, 2017). Equation 1 shows the equation used to derive the fracture gradient.

Fracture Gradient =
$$K * (\sigma_v - \alpha P_p) + \alpha P_p$$
 [Eq. 1]

Where:

 σ_v is the overburden gradient.

 α is Biot coefficient.

 P_n is pore pressure.

 \dot{K} is the stress ratio (unitless) which Mathews and Kelly calculate with empirical correlation shown in Equation 2.

$$K = (-3.0 * 10^{-9}) * TVD_{RefGL}^{2} + (8.0 * 10^{-5}) * TVD_{RefGL} + 0.2347$$
 [Eq. 2]

Where:

 TVD_{RefGL} is true vertical depth minus Kelly Bushing.

2.5 Faults, Fractures, and Seismic Activity

In the area of review, no known or suspected regional faults or fractures with sufficient permeability and vertical extent to allow fluid movement between formations have been identified through site-specific characterization activities, previous studies, or oil and gas exploration activities. The absence of transmissive faults is supported by fluid sample analysis results from MAG 1 that suggest the injection interval, Broom Creek Formation (28,600 mg/L), is isolated from the next permeable interval, the Inyan Kara Formation (15,600 mg/L) (Appendix A).

A regional structural feature, the Stanton Fault, is discussed in this section. This section also discusses the seismic history of North Dakota and the low probability that seismic activity will interfere with containment.

2.5.1 Stanton Fault

The Stanton Fault is a suspected Precambrian basement fault interpreted by Sims and others (1991), who–interpreted this northeast-southwest trending feature using available borehole data and regional gravity and magnetic data. The Stanton Fault is interpreted by Sims and others (1991) to be approximately 0.7 miles from the MAG 1 well (Figure 2-66). Given the resolution of the regional gravity and magnetic data and limited amount of borehole data used to interpret this suspected fault, there is a lot of uncertainty in the lateral extent and the location of the feature. No studies describing the possible vertical extent of this feature or impact on overlying sedimentary layers have been published. Lack of historical earthquakes in the area suggests that if the suspected Stanton Fault does exist it is inactive.

2D and 3D seismic data were used to characterize the subsurface within the project area and determine if the suspected Stanton Fault or other faults are present within the area of review. There is no indication of faulting within the 3D seismic data. Along the 2D seismic lines, there are areas where diffractions within the Precambrian basement can be seen and areas where there are discontinuities and flexures along seismic reflection events at the top of and within the Precambrian basement. These features may indicate the presence of faults.

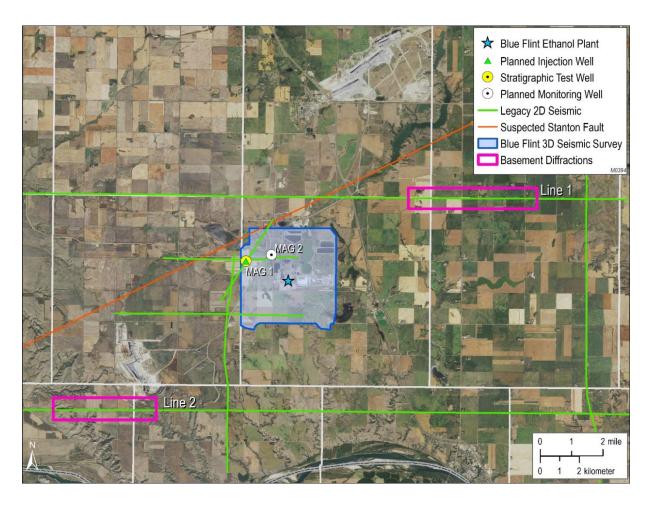


Figure 2-66. Suspected location of the Stanton Fault as interpreted by Sims and others (1991) and Anderson (2016).

On Lines 1 and 2, shown in Figure 2-67 and 2-68, respectively, the diagonal seismic features within the Precambrian basement may be diffractions indicating the location of a structural feature such as a fault. However, there is no visible offset within the formations that directly overly the Precambrian basement, suggesting that if a fault is present it is confined to the Precambrian basement.

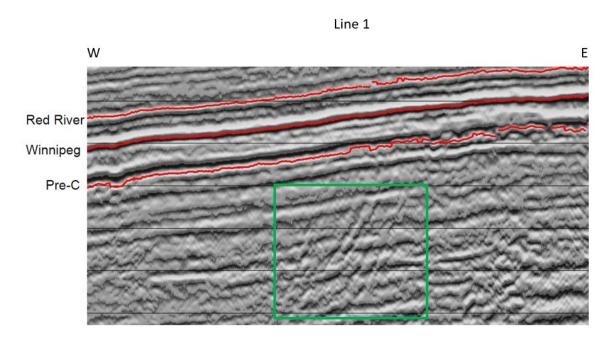


Figure 2-67. Cross section of Line 1 showing interpreted seismic horizons (red lines) and area where diffractions are present withing the Precambrian basement (green box).

On Lines 1 and 2, there are also discontinuities and flexures in several places along the interpreted top of the Precambrian basement and within the Precambrian basement that may also indicate the presence of faults. If these seismic features do correspond to faults, there is no indication that these features are present in the formations overlying the Precambrian basement and, therefore, do not have sufficient vertical extent to transect the storage reservoir and confining zones which are more than 5,000 feet above the basement.

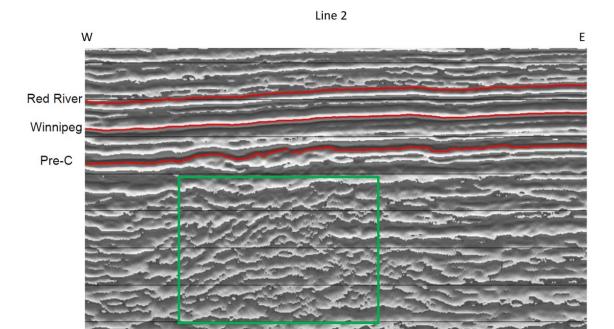


Figure 2-68. Cross section of Line 2 showing interpreted seismic horizons (red lines) and area where diffractions are present withing the Precambrian basement (green box).

2.5.2 Seismic Activity

The Williston Basin is a tectonically stable region of the North American Craton. Zhou and others (2008) summarize that "the Williston Basin as a whole is in an overburden compressive stress regime," which could be attributed to the general stability of the North American Craton. Interpreted structural features associated with tectonic activity in the Williston Basin in North Dakota include anticlinal and synclinal structures in the western half of the state, lineaments associated with Precambrian basement block boundaries, and faults (North Dakota Industrial Commission, 2022).

Between 1870 and 2015, 13 earthquakes were detected within the North Dakota portion of the Williston Basin (Table 2-21) (Anderson, 2016). Of these 13 earthquakes, only three occurred along one of the eight interpreted Precambrian basement faults in the North Dakota portion of the Williston Basin (Figure 2-69). The earthquake recorded closest to the project area occurred in 2008 52.3 miles to the east, near Goodrich, North Dakota (Table 2-21). The magnitude of this earthquake is estimated to have been 2.6.

Table 2-21. Summary of Earthquakes Reported to Have Occurred in North Dakota (from Anderson, 2016)

					City or		Distance to Blue Flint
		Depth,			Vicinity of		Ethanol,
Date	Magnitude	miles	Longitude	Latitude	Earthquake	Map Label	miles
Sept. 28, 2012	3.3	0.4*	-103.48	48.01	Southeast of Williston	A	117.0
June 14, 2010	1.4	3.1	-103.96	46.03	Boxelder Creek	В	162.9
March 21, 2010	2.5	3.1	-103.98	47.98	Buford	C	136.4
Aug. 30, 2009	1.9	3.1	-102.38	47.63	Ft. Berthold southwest	D	60.1
Jan. 3, 2009	1.5	8.3	-103.95	48.36	Grenora	E	146.7
Nov. 15, 2008	2.6	11.2	-100.04	47.46	Goodrich	F	52.3
Nov. 11, 1998	3.5	3.1	-104.03	48.55	Grenora	G	156.2
March 9, 1982	3.3	11.2	-104.03	48.51	Grenora	Н	154.8
July 8, 1968	4.4	20.5	-100.74	46.59	Huff	I	58.0
May 13, 1947	3.7**	U	-100.90	46.00	Selfridge	J	96.1
Oct. 26, 1946	3.7**	U	-103.70	48.20	Williston	K	131.5
April 29, 1927	0.2**	U	-102.10	46.90	Hebron	L	55.8
Aug. 8, 1915	3.7**	U	-103.60	48.20	Williston	M	127.3

^{*} Estimated depth.

** Magnitude estimated from reported modified Mercalli intensity (MMI) value.

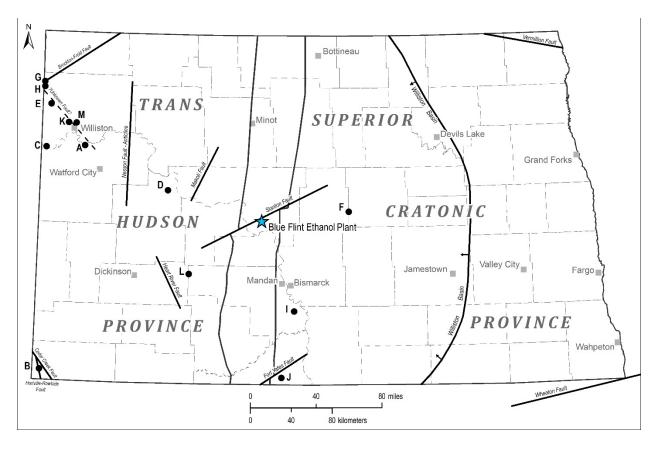


Figure 2-69. Location of major faults, tectonic boundaries, and earthquakes in North Dakota (modified from Anderson, 2016). The black dots indicate earthquake locations listed in Table 2-21.

Studies completed by the U.S. Geological Survey (USGS) indicate there is a low probability of earthquake events occurring in North Dakota that would cause damage to infrastructure, with less than two damaging earthquake events predicted to occur over a 10,000-year time period (Figure 2-70) (U.S. Geological Survey, 2019). A 1-year seismic forecast (including both induced and natural seismic events) released by USGS in 2016 determined North Dakota has very low risk (less than 1% chance) of experiencing any seismic events resulting in damage (U.S. Geological Survey, 2016). Frohlich and others (2015) state there is very little seismic activity near the injection wells in the Williston Basin. They noted only two historic earthquake events in North Dakota that could be associated with nearby oil and gas activities. Additionally, no earthquakes occurring along the Stanton Fault have been reported. This indicates stable geologic conditions in the region surrounding the potential injection site. The results from the USGS studies, the low risk of induced seismicity due to the basin stress regime, and the small volume of CO₂ injected as part of this project suggest the probability that seismicity interfering with CO₂ containment is low.

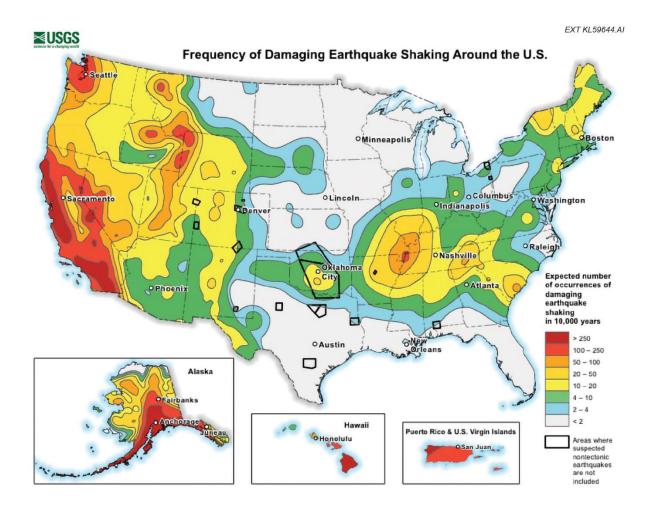


Figure 2-70. Probabilistic map showing how often scientists expect damaging earthquake shaking around the United States (U.S. Geological Survey, 2019). The map shows there is a low probability of damaging earthquake events occurring in North Dakota.

2.6 Potential Mineral Zones

There has been no historic hydrocarbon exploration in, or production from, formations above the Deadwood Formation in the storage facility area. The only hydrocarbon exploration well near the storage facility area, the Ellen Samuelson 1 (NDIC File No. 1516), located 2.5 miles to the northeast of the MAG 1 well was drilled in 1957 to explore potential hydrocarbons in the Madison Formation. The well was dry and did not suggest the presence of hydrocarbons. There are no known producible accumulations of hydrocarbons in the storage facility area.

In the event that hydrocarbons are discovered in commercial quantities below the Broom Creek Formation, a horizontal well could be used to produce the hydrocarbon while avoiding drilling through the CO₂ plume, or a vertical well could be drilled using proper controls. Should operators decide to drill wells for hydrocarbon exploration or production, real-time Broom Creek Formation bottomhole pressure data will be available while the MAG 1 well is in operation, which will allow prospective operators to design an appropriate well control strategy via increased

drilling mud weight. Pressure increase in the Broom Creek caused by injection of CO₂ will relax postinjection as the area returns to its preinjection pressure profile. Any future wells drilled for hydrocarbon exploration or production that may encounter the CO₂ should be designed to include an intermediate casing string placed across the storage reservoir, with CO₂-resistant cement used to anchor the casing in place.

Shallow gas resources can be found in many areas of North Dakota. North Dakota regulations (NDCC § 57-51-01(11)) define a shallow gas zone as gas produced from a zone that consists of "strata or formation, including lignite or coal strata or seam, located above the depth of five thousand feet (1524 meters) below the surface, or located more than five thousand feet (1,524 meters) below the surface but above the top of the Rierdon Formation [Jurassic], from which gas may be produced."

Lignite coal is currently mined at the Falkirk Mine, operated by the Falkirk Mining Company, a wholly owned subsidiary of North American Coal Corporation, which is located within the project area. The Falkirk Mine produces from the Hagel coal seam for power generation feedstock at Rainbow Energy's Coal Creek Station. The Hagel coal seam is the lowermost major lignite present in the area in the Sentinel Butte Formation (Figure 2-71).

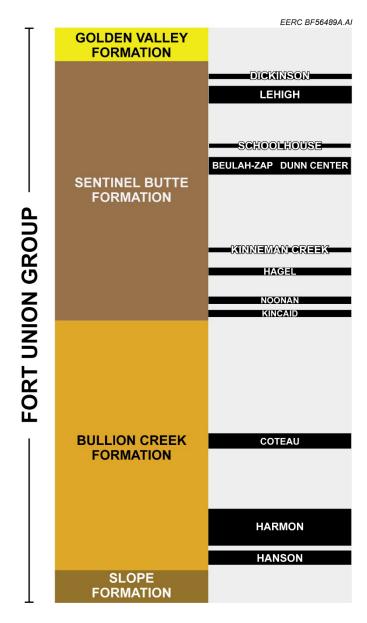


Figure 2-71. Coal beds of the Sentinel Butte and Bullion Creek (Tongue River) Formations showing the lignite coals in western North Dakota (Zygarlicke and others, 2019).

The Hagel coal seam is divided into two seams: the Hagel A and the Hagel B. The Hagel A lignite bed averages 5.7 ft thick with a range from 0.5 to 11.5 ft. The Hagel B bed has a mean thickness of approximately 1.8 ft, ranging in thickness from 0.5 to 6.3 ft. (Figure 2-72) (Zygarlicke and others, 2019). Coal seams in the Bullion Creek Formation exist in the area below the Hagel seam (Figure 2-71) but are too deep to be economically mined.

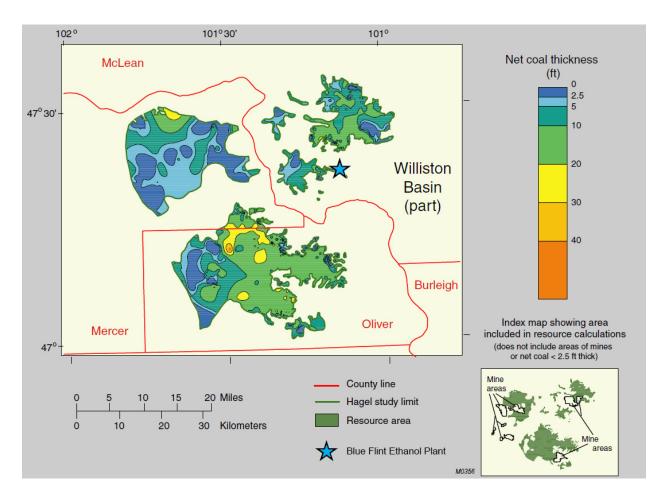


Figure 2-72. Hagel net coal isopach map (modified from Ellis and others, 1999).

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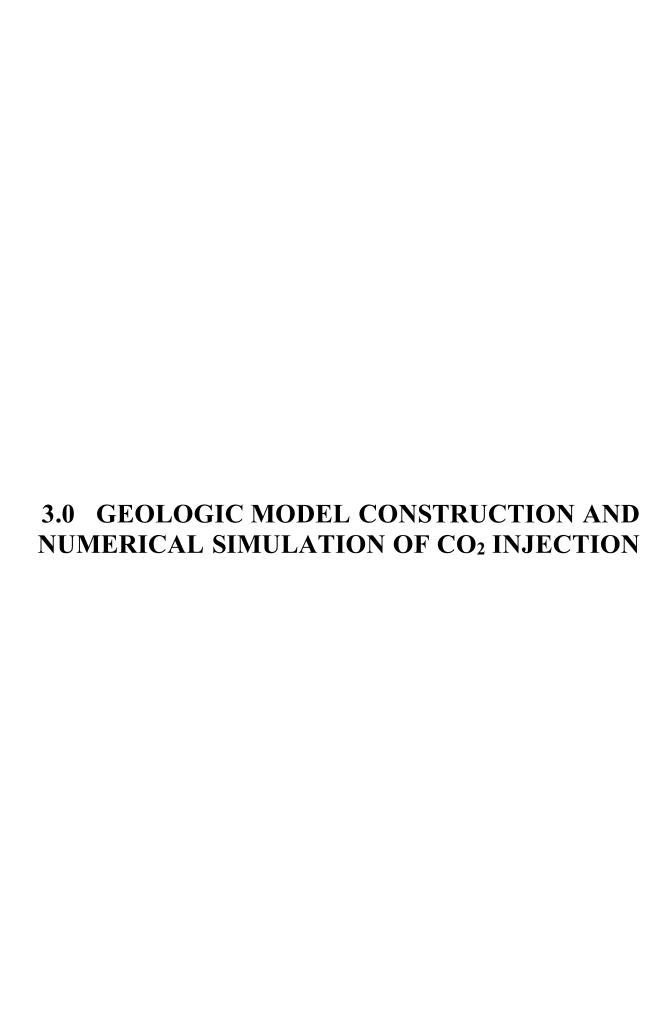
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3.0 GEOLOGIC MODEL CONSTRUCTION AND NUMERICAL SIMULATION OF CO₂ INJECTION

3.1 Introduction

Multiple sets of publicly available and newly acquired site-specific subsurface data were analyzed and interpreted (Section 2.2). The data and interpretations were used as inputs to Schlumberger's Petrel software (Schlumberger, 2020) to construct a geologic model of the injection zone: the Broom Creek Formation, the upper confining zone: the lower Piper and Spearfish Formations, and the lower confining zone: the Amsden Formation. The geologic model encompasses a 76-mile × 72-mile area around the proposed storage site to characterize the geologic extent, depth, and thickness of the subsurface geologic strata (Figure 2-3). Geologic properties were distributed within the 3D model, including lithofacies, porosity, and permeability.

The geologic model and properties served as inputs for numerical simulations of CO₂ injection using Computer Modelling Group Ltd.'s (CMG's) GEM software (Computer Modelling Group Ltd., 2019). Numerical simulations of CO₂ injection were conducted to assess potential CO₂ injection rate, disposition of injected CO₂, wellhead pressure (WHP), bottomhole pressure (BHP), and pressure changes in the storage reservoir throughout the expected injection time frame and postinjection period. Results of the numerical simulations were then used to determine the project's area of review (AOR) pursuant to North Dakota's geologic CO₂ storage regulations.

3.2 Overview of Simulation Activities

3.2.1 Modeling of the Injection Zone and Overlying and Underlying Seals

A geologic model was constructed to characterize the injection zone and upper and lower confining zones. Activities included data aggregation, structural framework creation, data analysis, and property distribution. Major inputs for the geologic model included geophysical logs from nearby wells and core sample measurements, which acted as control points during the distribution of the geologic properties throughout the modeled area, and seismic survey data. The geologic properties distributed throughout the model include the effective porosity, permeability, and lithofacies.

Because of the uncertainty in sonic log values related to washouts in the Broom Creek Formation in the MAG 1 well, inversion results of the site-specific 3D seismic data were not used to inform property distribution in the geologic model. Instead, publicly available variograms reported in the Tundra SGS (secure geologic storage) facility permit were used to inform the distribution of the lithofacies and petrophysical properties in the geologic model. The variograms reported in the Tundra SGS (secure geologic storage) facility permit were selected as they provide a generalized representation of the property distributions expected within the Broom Creek Formation (North Dakota Industrial Commission, 2021).

3.2.2 Structural Framework Construction

Schlumberger's Petrel software was used to interpolate structural surfaces for the lower Piper (Picard Member), Spearfish, Broom Creek, and Amsden Formations. Input data included formation top depths from the online North Dakota Industrial Commission (NDIC) database; core data collected from the MAG 1, Flemmer 1, ANG 1, J-LOC 1, and BNI-1 wells (Figure 2-4); and

two 3D seismic surveys (Figure 2-3) conducted at the Flemmer 1 and MAG 1 wellsites. The interpolated data were used to constrain the model extent in 3D space.

3.2.3 Data Analysis and Property Distribution

3.2.3.1 Confining Zones (lower Piper, Spearfish, and Amsden Formations)

The upper confining zone (lower Piper and Spearfish Formations), and the lower confining zone (Amsden Formation) were each assigned a single lithology, based on their primary lithology determined by well log analysis to be siltstone and dolostone, respectively. Porosity and permeability logs were upscaled from a well log scale to the scale of the geologic model grid to serve as control points for property distributions. The control points were used in combination with the publicly available variograms and Gaussian random function simulation algorithms to distribute the properties. A 3,000-ft-major and minor axis length variogram model in the lateral direction and a 6-ft vertical variogram length were used within the lower Piper Formation. The variogram used within the Spearfish Formation was the same as the one used for the lower Piper Formation, except the lateral variogram is a 4,000-ft-diameter circle. A major axis length of 6,000 ft and a minor axis length of 3,000 ft were used for the Amsden Formation along an azimuth of 155° with a vertical variogram of 5 ft.

3.2.3.2 Injection Zone (Broom Creek Formation)

Prior variogram assessments completed for use in a similar storage facility permit application, the Tundra SGS CO₂ storage project, were used to assign variogram ranges within the injection zone. Variogram mapping investigations, as noted in the Tundra SGS application, investigated the size and shape of variograms in several different azimuthal directions, which indicated that geobody structures with the following dimensions were present in the Broom Creek Formation: major axis range of 5,000 ft, minor axis range of 4,500 ft, and an azimuth of 155° (NDIC, 2021). Well logs recorded from the MAG 1 wellbore served as the basis for deriving a vertical variogram length of 7 ft. The variogram ranges were used to distribute lithofacies and petrophysical properties.

Lithofacies classifications were interpreted from well log data and correlated with descriptions of core taken from the MAG 1, BNI-1, J-LOC 1, Flemmer 1, and ANG 1 wells. Four lithofacies were identified within the Broom Creek Formation: 1) sandstone, 2) dolostone, 3) dolomitic sandstone, and 4) anhydrite. Lithofacies logs were generated from gamma ray, density, neutron porosity, and resistivity logs. The lithofacies logs were upscaled to the resolution of the 3D model to serve as control points for geostatistical distribution using sequential indicator simulation (Figure 2-13 and Figure 3-1).

Prior to distributing the porosity and permeability properties, total porosity (PHIT), effective porosity (PHIE), and permeability (KNIT) well logs were estimated and compared with core porosity and permeability measurements to ensure good agreement with the five wells: MAG 1, Flemmer 1, J-LOC 1, BNI-1 and ANG 1.

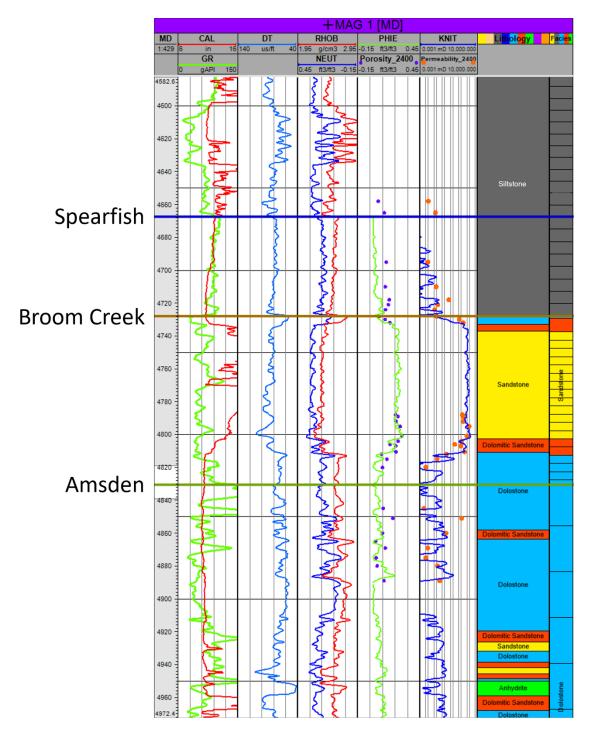


Figure 3-1. Lithofacies classification in MAG 1 well. Well logs displayed in tracks from left to right are 1) gamma ray (green) and caliper (red), 2) delta time (light blue), 3) neutron porosity (blue) and density (red), 4) effective porosity (green) and core sample porosity (purple dots), 5) predicted intrinsic permeability (blue) and core sample permeability (orange dots), 6) interpreted lithology, and 7) upscaled lithology.

A PHIE property (effective porosity; total porosity less occupied or isolated pore space) was distributed using calculated PHIE well logs, upscaled to the resolution of the 3D model as control points and variogram structures described previously with Gaussian random function simulation and conditioned to the distributed lithofacies. A permeability property was distributed using the same variables and algorithm but cokriged to the PHIE volume (Figures 3-2 and 3-3).

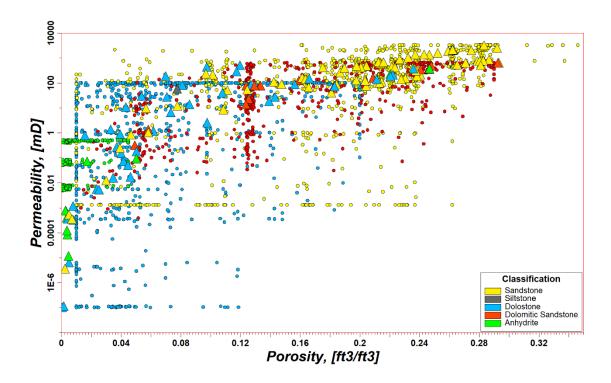


Figure 3-2. Illustration of the relationship between the modeled porosity and permeability. Upscaled well log values are represented by triangles, while circles represent distributed values. Values are colored according to lithofacies classification, as seen in Figure 3-3.

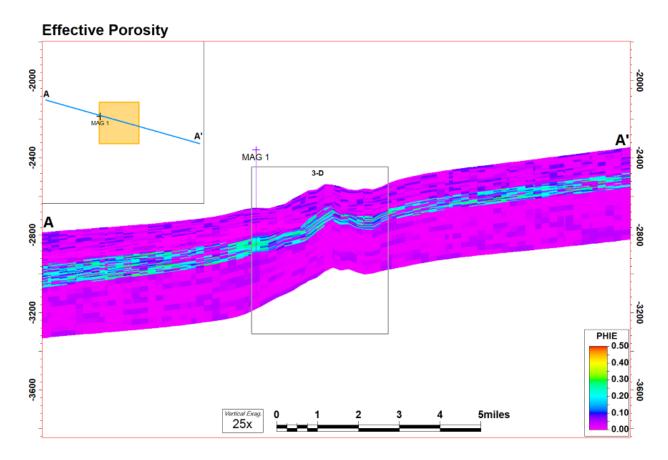


Figure 3-3. Distributed PHIE property along a northwest–southeast cross section. The distributed PHIE property was used to distribute permeability throughout the model. Units on the y-axis represent feet below mean sea level (25× vertical exaggeration shown).

3.3 Numerical Simulation of CO₂ Injection

3.3.1 Simulation Model Development

Numerical simulations of CO₂ injection into the Broom Creek Formation were conducted using the geologic model described above. Simulations were carried out using CMG GEM, a compositional reservoir simulation module. Both measured temperature and pressure, along with the reference datum depth, were used to initialize the reservoir equilibrium conditions for performing numerical simulation. Figure 3-4 displays a 2D view of the simulation model with the permeability property and MAG 1 injection well.

The simulation model boundaries were assigned infinite-acting conditions along the western and southern boundaries and partially closed along the northern and eastern boundaries, as the Broom Creek Formation partially pinches out in the northern and eastern parts of the modeled area. The reservoir was assumed to be 100% brine-saturated with a measured initial formation salinity of 28,600 mg/L total dissolved solids (TDS) (Table 3-1).

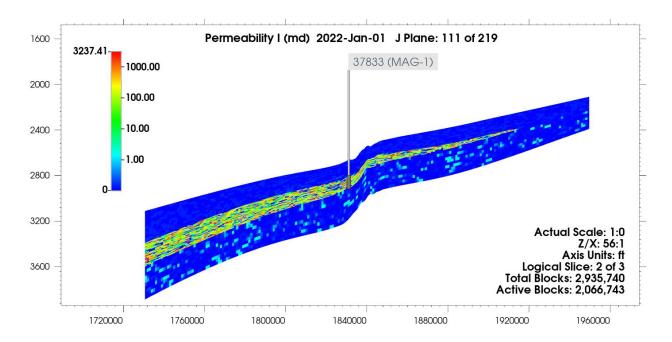


Figure 1-4. Cross-sectional view of the simulation model with the permeability property and injection well displayed. The low-permeability layers (blue) at the top and bottom of the figure should be noted. These layers represent the lower Piper and Spearfish Formations (upper confining zone) and the Amsden Formation (lower confining zone). The varied permeability of the Broom Creek Formation is shown between these layers.

Table 3-1. Summary of Reservoir Properties in the Simulation Model

Formation	Average Permeability, mD	Average Porosity, %	Initial Pressure, P _i , psi	Salinity, mg/L	Boundary Condition
Spearfish	0.068	5.1	2,448.8 (at		Doutiolly,
Broom Creek	629.5	22.6	4,782.7 ft	28,600	Partially infinite
Amsden	18.4	7.8	MD^1)		

¹ Measured depth.

Numerical simulations of CO₂ injection performed allowed CO₂ to dissolve into the native formation brine. Mercury injection capillary pressure (MICP) data for the Spearfish, Broom Creek, and Amsden Formations were used to generate relative permeability and the capillary curves for the five representative lithofacies in the simulation model (sandstone, siltstone, dolomite, dolomitic sands, and anhydrite) (Figures 3-6–3-8). Samples tested within the Spearfish, Broom Creek, and Amsden Formations included siltstone, sandstone, and dolomite lithologies. The siltstone (Spearfish) and dolomite (Amsden) values were assigned to anhydrite and dolomitic sandstone lithofacies, respectively, for both capillary entry pressure and relative permeability, as there were no available samples of these rock types from the MICP calculations. The main reason is both siltstone and anhydrite represent low perm facies. As for the dolomitic sandstone, the

dolomite relative permeability data was used because the dolomitic sandstones within the Broom Creek Formation are expected to be more similar to dolomite rather than to sandstone. Anhydrite and dolomitic sandstone facies intervals in the reservoir are sparse and very thin; therefore, these relative permeability assumptions are not expected to impact injectivity or CO₂ plume extent (Figure 3-5). Figure 3-5 shows the facies distribution in the simulation model. Please note the red and yellow colors represent the anhydrite (red) and dolomitic sandstone (yellow), respectively and these facies barely exist around the injection point.

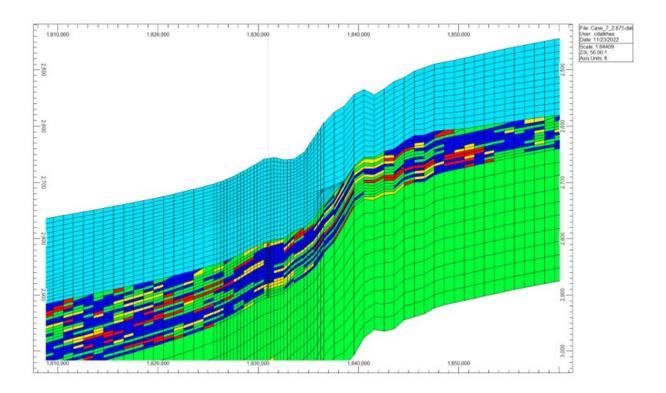
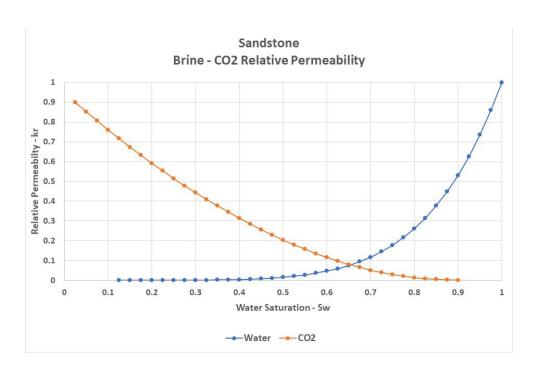


Figure 3-5. Facies distributions in the simulation model. Low permeability indicated by the color teal is siltstone. Other facies representations in the model are red representing anhydrite, yellow representing dolomitic sandstone, blue representing sandstone, and green representing dolomite.



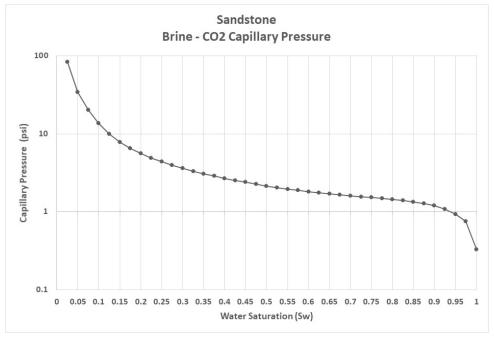
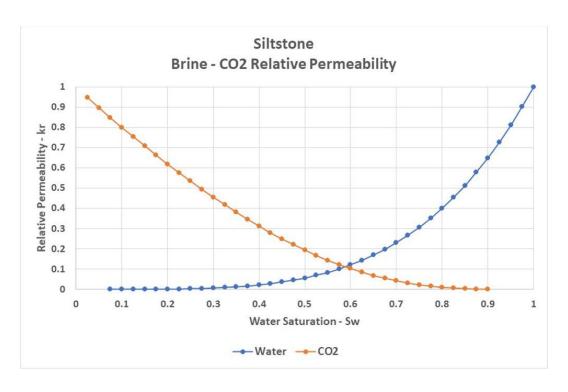


Figure 3-6. Relative permeability (top) and capillary pressure curves (bottom) for the sandstone rock type in the Broom Creek Formation.



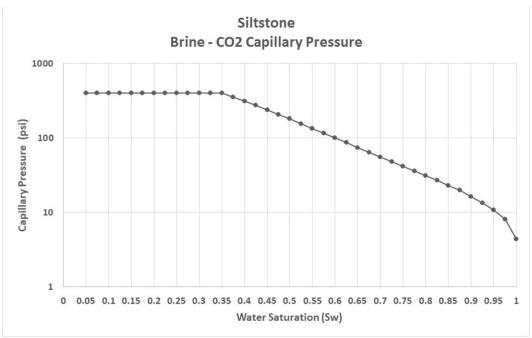


Figure 3-7. Relative permeability (top) and capillary pressure curves (bottom) for the siltstone rock type in the Spearfish Formation.

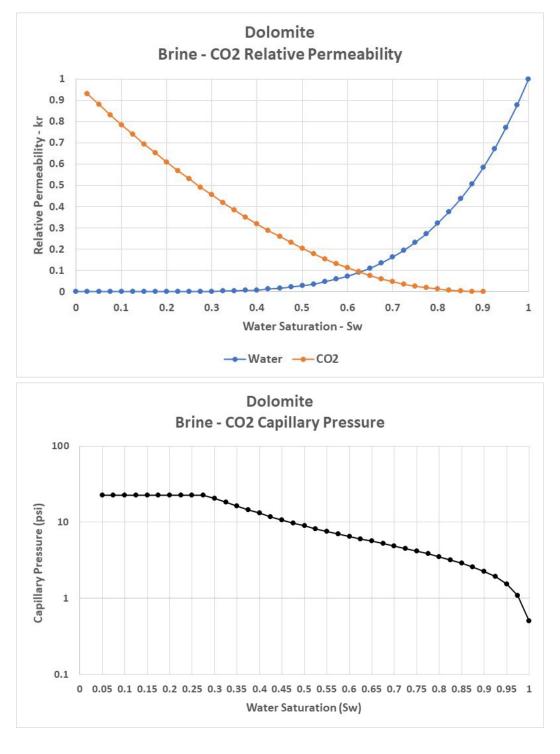


Figure 3-8. Relative permeability (top) and capillary pressure curves (bottom) for the dolomite rock type in the Amsden Formation.

Capillary pressure curves calculated from MICP data were modified to the model scale based on the permeability and porosity values of the simulation model and used in the numerical simulations. These modified capillary pressure curves are also shown in Figures 3-6–3-8. The capillary entry pressure values applied in the model were determined by deriving a ratio between the reservoir quality index of core samples and modeled properties to scale the capillary entry pressure value derived from core testing (Table 3-2).

Temperature and pressure data recorded in the MAG 1 wellbore were used to derive a temperature and pressure gradient to initialize the numerical simulation model for the proposed injection site. In combination with depth, a temperature gradient of 0.025° F/ft was used to calculate subsurface temperatures throughout the study area. A pressure reading recorded from the Broom Creek Formation was used to derive a pore pressure gradient of 0.512 psi/ft. The fracture gradient was obtained from a geomechanical analysis, resulting in an average of 0.69 psi/ft. The maximum allowable BHP of 2,970 psi was estimated to be 90% of the fracture gradient multiplied by the depth of the top perforation in the injection zone, the Broom Creek Formation, and used as the injection constraint in the numerical simulation of the expected injection scenario.

3.3.2 Sensitivity Analysis

Because the availability of data for this study included well logs, core sample data, and rock—fluid properties, the need for typical sensitivity studies of influential reservoir parameters has been reduced. A preliminary sensitivity analysis made to the wellbore model parameters suggested, at the given injection volume rates and BHP conditions, the wellhead temperature played a prominent role in determining WHP response. Sensitivity simulations of different wellhead temperatures indicated that injection at a higher wellhead temperature would require a higher WHP. For evaluating the expected injection design, a wellhead temperature value of 60°F was chosen that most closely represents the expected operational temperature.

3.4 Simulation Results

The target injection rate of 200,000 tonnes per year (tpy) (548 tonnes per day) was consistently achievable over 20 years (Figure 3-9), translating to a cumulative 4 MMt of CO₂ injection (Figure 3-10). Simulations of CO₂ injection with the given well constraints, listed in Table 3-3, predicted the BHP would not reach the maximum BHP constraint of 2,970 psi (90% of the formation fracture pressure) as a result of injecting the target CO₂ volume of 200,000 tpy. The predicted maximum BHP and the average BHP during the 20 year injection period were 2,661 and 2,570 psi (Figure 3-11), respectively.

Table 3-2. Core and Model Properties Showing the Multiplication Factor Used to Calculate Capillary Entry Pressure Used in the Simulation Model

Core					Model					
	Porosity (fraction)	Permeability, mD	Capillary Entry Pressure, A/Hg, psi	Capillary Entry Pressure B/CO ₂ , psi	Reservoir Quality Index	Porosity (fraction)	Permeability*, mD	Capillary Entry Pressure B/CO ₂ , psi	Reservoir Quality Index	Multiplication Factor
Spearfish	0.125	0.028	58.3	12.245	0.015	0.051	0.068	5.018	0.036	0.410
Broom Creek	0.238	129	4.16	0.867	0.731	0.226	629.500	0.382	1.657	0.441
Amsden	0.096	0.011	126	26.134	0.011	0.078	18.400	0.576	0.482	0.022

^{*} Pore volume weighted average.

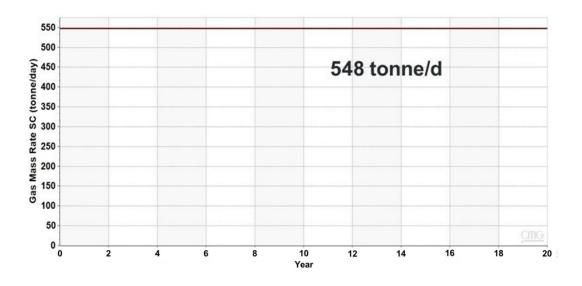


Figure 3-9. Mass injection rate over 20 years of injection with the expected injection rate.

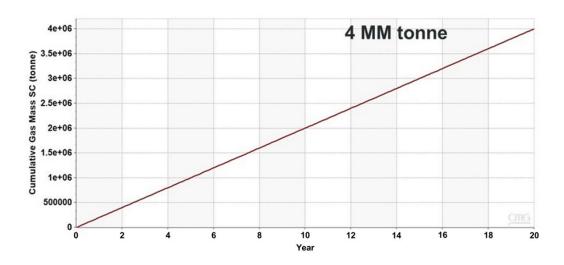


Figure 3-10. Cumulative injected gas mass over 20 years of injection with the expected injection rate.

Table 3-3. Well Constraints and Wellbore Model in the Simulation Model

	Well Constraint,	Tubing	Wellhead	Downhole
Injection rate	maximum BHP	Size	Temperature	Temperature
200,000	2,970 psi	2.875 in.	60°F	119.6°F
tonnes/year for				
20 years				

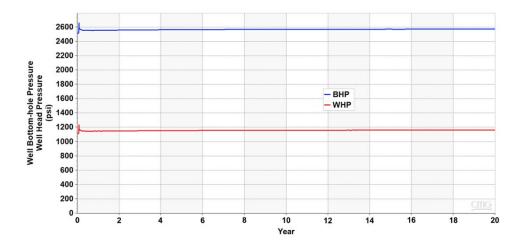


Figure 3-11. WHP and BHP response with the expected injection rate.

WHP depends on several factors, including injection rate, injection tubing parameters (tubing size and relative toughness), and surface injection temperature. For the designed injection rate and tubing size of 2.875 in., the predicted maximum WHP and average WHP during the 20 year injection period were 1,236 and 1,158 psi (Figure 3-11), respectively.

During and after injection, supercritical CO₂ (free-phase CO₂) accounts for the majority of CO₂ observed in the modeled pore space. Throughout the injection operation, a portion of the free-phase CO₂ is trapped in the pore space through a process known as residual trapping. Residual trapping can occur as a function of low CO₂ saturation and inability to flow under the effects of relative permeability. CO₂ also dissolves into the formation brine throughout injection operations (and continues afterward), although the rate of dissolution slows over time. The free-phase CO₂ transitions to either residually trapped or dissolved CO₂ during the postinjection period, resulting in a decline in the mass of free-phase CO₂. The relative portions of supercritical, trapped, and dissolved CO₂ can be tracked throughout the duration of the simulation (Figure 3-12).

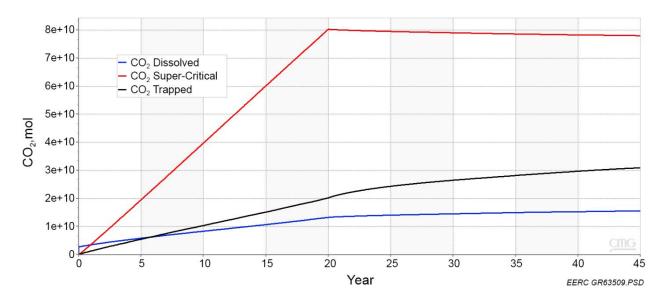


Figure 3-12. Simulated total super-critical free-phase CO₂, trapped CO₂, and dissolved CO₂ in brine.

The pressure front (Figure 3-13) shows the distribution of average pressure increase throughout the Broom Creek Formation after 1, 10, and 20 years of injection as well as 10 years postinjection (stabilization year). A maximum increase of 113.2 psi was estimated in the near-wellbore area at the end of the 20-year injection period.

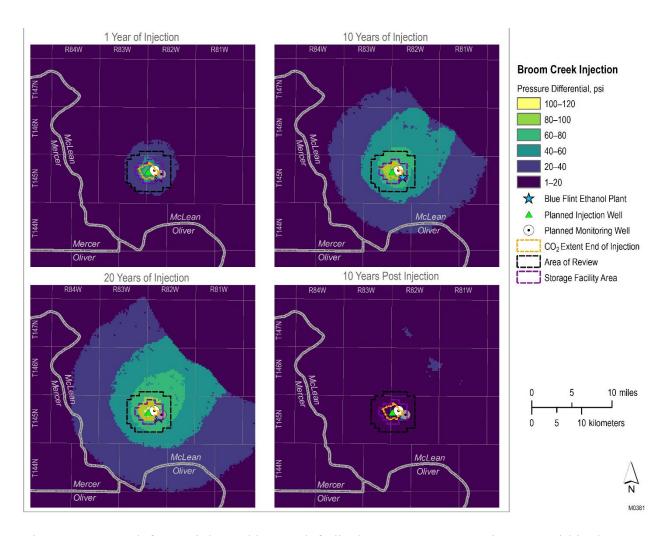


Figure 3-13. Top left, top right, and bottom left display average pressure increase within the Broom Creek Formation after 1, 10, and 20 years of simulated CO₂ injection operation. Bottom right displays pressure differential during 10 years of postinjection (plume stabilization year).

Long-term CO_2 migration potential was also investigated through the numerical simulation efforts. The slow lateral migration of the plume is caused by the effects of buoyancy where the free-phase CO_2 injected into the formation rises to the bottom of the upper confining zone or lower-permeability layers present in the Broom Creek Formation and then outward. This process results in a higher concentration of CO_2 at the center which gradually spreads out toward the model edges where the CO_2 saturation is lower. Trapped CO_2 saturations, employed in the model to represent fractions of CO_2 trapped in small pores as immobile, tiny bubbles, ultimately immobilize the CO_2 plume and limit the plume's lateral migration and spreading. Figure 3-14 shows the CO_2 saturation at the injection well at the end of injection in north-to-south and east-to-west cross-sectional views.

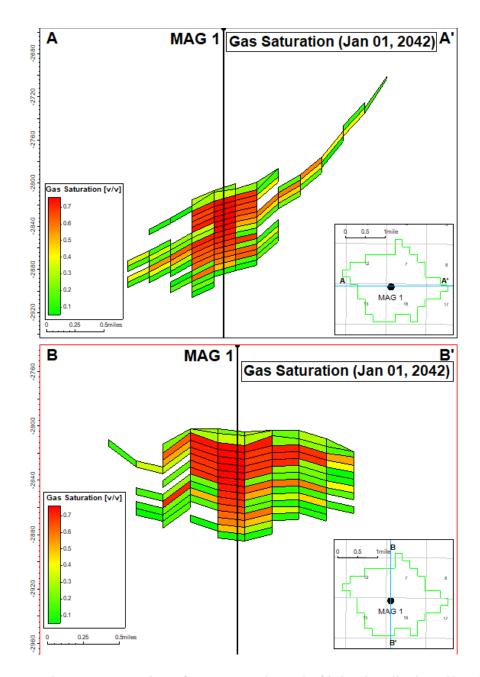


Figure 3-14. CO_2 plume cross section of MAG 1 at the end of injection displayed by a) west to east and b) north to south ($50 \times$ vertical exaggeration shown). The inset map shows the location of the cross section and the stabilized plume boundary (shown as a green polygon).

3.4.1 Maximum Injection Pressures and Rates

An additional case was run to determine the maximum storage potential if the well was only limited by the maximum calculated downhole pressure of 2,970 psi (90% of the formation fracture pressure). In this scenario, the MAG 1 well was able to inject at a daily average rate of 2,729 tonnes/day of CO₂ with a 2.875-in. diameter tubing, achieving a total injection volume of 19.9 MMt of CO₂. The predicted average WHP, using the designed injection tubing of 2.875 inches, was 4,300 psi (Figure 3-15).

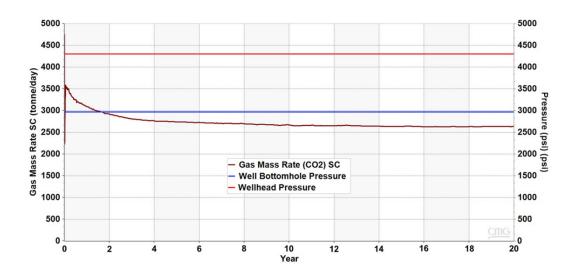


Figure 3-15. Maximum pressures and rate response when the well was operated without any injection rate limits.

3.4.2 Stabilized Plume and Storage Facility Area

Movement of the injected CO₂ plume is driven by the potential energy found in the buoyant force of the injected CO₂. As the plume spreads out within the reservoir and CO₂ is trapped residually through the effects of relative permeability and dissolution, the potential energy of the buoyant CO₂ is gradually lost. Eventually, the buoyant force of the CO₂ is no longer able to overcome the capillary entry pressure of the surrounding reservoir rock. At this point, the CO₂ plume ceases to move within the subsurface and becomes stabilized. The extent of the stabilized plume is important for determining the project's AOR and the corresponding scale and scope of the project's monitoring plans.

Plume stabilization can be visualized at the microscale as CO₂ being unable to exit its current pore space and enter the neighboring pore space, but at the macroscale, these interactions cannot be measured. Instead, plume stabilization may be estimated using the tools available to predict the CO₂ plume's extent.

For the Blue Flint project the CO₂ plume was simulated in 5-year time steps until the rate of total areal extent change slowed to less than 0.15 square miles per 5-year time step to define the stabilized plume extent boundary (Figure 3-13) and the associated buffers and boundaries. This

estimate is anticipated to be regularly updated during the CO_2 storage operation as data collected from the site are used to update predictions made about the behavior of the injected CO_2 .

3.5 Delineation of the Area of Review

The North Dakota Administrative Code (NDAC) defines AOR as the region surrounding the geologic storage project where underground sources of drinking water (USDWs) may be endangered by CO₂ injection activity (NDAC § 43-05-01-05). The primary endangerment risk is the potential for vertical migration of CO₂ and/or formation fluids from the storage reservoir into a USDW. At a minimum, the AOR includes the areal extent of the CO₂ plume within the storage reservoir.

However, the CO_2 plume has an associated pressure front where CO_2 injection increases the formation pressure above initial (preinjection) conditions. Generally, the pressure front is larger in areal extent than the CO_2 plume. Therefore, the AOR encompasses both the areal extent of the CO_2 plume within the storage reservoir and the extent of the reservoir fluid pressure increase sufficient to drive formation fluids (e.g., brine) into a USDW, assuming pathways for this migration (e.g., legacy oil and gas wells or fractures) are present. Because the pressure front is larger in areal extent than the CO_2 plume, AOR delineation focuses on the pressure front.

The minimum pressure increase in the reservoir that results in a sustained flow of brine upward from the storage reservoir into an overlying drinking water aquifer is referred to as the "critical threshold pressure increase" and resultant pressure as the "critical threshold pressure." Therefore, the AOR is the areal extent of the storage reservoir that exceeds the critical pressure threshold. U.S. Environmental Protection Agency (EPA) guidance for AOR delineation under the underground injection control (UIC) program for Class VI wells provides several methods for estimating the critical threshold pressure increase and resulting critical threshold pressure.

In this document, "storage reservoir" refers to the Broom Creek Formation (the injection zone), "potential thief zone" refers to the Inyan Kara Formation, and "lowest USDW" refers to the Fox Hills Formation.

3.5.1 EPA Methods 1 and 2: AOR Delineation for Class VI Wells

EPA guidance for AOR evaluation includes several computational methods for estimating the pressure buildup in the storage reservoir in response to CO₂ injection and the resultant areal extent of pressure buildup above a "critical threshold pressure" that could potentially drive higher-salinity formation fluids from the storage reservoir up an open conduit to the lowest USDW (U.S. Environmental Protection Agency, 2013). The following equations and analytical approach define the EPA methods used to delineate AOR. Each method can be applied both at a single location (e.g., the MAG 1 stratigraphic well) using site-specific data or for each vertical stack of grid cells in a geocellular model, considering the varying stratigraphic thickness between storage reservoir and lowest USDW.

EPA Method 1 (pressure front based on bringing the injection zone and USDW to equivalent hydraulic heads) is presented as a method for determining whether a storage reservoir is in hydrostatic equilibrium with the lowest USDW (U.S. Environmental Protection Agency, 2013).

Under Method 1, the maximum pressure increase that may be sustained in the injection zone (critical threshold pressure increase) is given by Equation 1:

$$\Delta P_{i,f} = P_u + \rho_i g \cdot (z_u - z_i) - P_I$$
 [Eq. 1]

Where:

P_u is the initial fluid pressure in the USDW (Pa).

 ρ_i is the storage reservoir fluid density (mg/m³).

g is the acceleration due to gravity (m/s^2) .

 z_u is the representative elevation of the USDW (m amsl).

 z_i is the representative elevation of the injection zone (m amsl).

P_i is the initial pressure in the injection zone (Pa).

 $\Delta P_{i,f}$ is the critical threshold pressure increase (Pa).

Equation 1 assumes that the hypothetical open borehole is perforated exclusively within the injection zone and USDW. If $\Delta P_{i,f} = 0$, then the reservoir and USDW are in hydrostatic equilibrium; if $\Delta P_{i,f} > 0$, then the reservoir is underpressurized relative to the USDW; and if $\Delta P_{i,f} < 0$, then the reservoir is overpressurized relative to the USDW.

In scenarios where the storage reservoir and USDW are in hydrostatic equilibrium ($\Delta P_{i,f} = 0$), EPA Method 2 (pressure front based on displacing fluid initially present in the borehole) can be used to calculate the critical pressure threshold. Method 2 was originally presented by Nicot and others (2008) and Bandilla and others (2012). Method 2 calculates the critical threshold pressure increase (ΔP_c), which is the fluid pressure increase sufficient to drive formation fluids into the lowermost USDW. This ΔP_c is determined using Equations 2 and 3, assuming 1) hydrostatic conditions, 2) initially linear densities in the borehole, and 3) constant density once the injection zone fluid Is lifted to the top of the borehole (i.e., uniform density approach):

$$\Delta P_C = \frac{1}{2} g \xi (Z_u - Z_i)^2$$
 [Eq. 2]

Where ξ is a linear coefficient determined by:

$$\xi = \frac{\rho_i - \rho_u}{Z_u - Z_i}$$
 [Eq. 3]

Where:

 ΔP_c is the critical threshold pressure increase (Pa).

g is the acceleration of gravity (m/s^2) .

 z_u is the elevation of the base of the lowermost USDW (m amsl).

 z_i is the elevation of the top of the injections zone (m amsl).

 P_i is the fluid density in the injection zone (kg/m³).

 P_u is the fluid density in the USDW (kg/m³).

3.5.2 Risk-Based AOR Delineation

The methods described by EPA (2013) for estimating the AOR under the Class VI rule (40 U.S. Code of Federal Regulations [CFR] 146.81 et seq.) were developed assuming that the storage

reservoirs would be in hydrostatic equilibrium with overlying aquifers. However, in the state of North Dakota, and potentially elsewhere around the United States, candidate storage reservoirs are already overpressurized relative to overlying aquifers and thus subject to potential vertical formation fluid migration from the storage reservoir to the lowermost USDW, even prior to the planned storage project. Consequently, applying EPA (2013) methods to these geologic situations essentially results in an infinite AOR, which makes regulatory compliance infeasible.

Several researchers have recognized the need for alternative methods for estimating the AOR for locations that are already overpressurized relative to overlying aquifers. For example, Birkholzer and others (2014) described the unnecessary conservatism in EPA's definition of critical pressure, which could lead to a heavy burden on storage facility permit (SFP) applicants. As an alternative, Burton-Kelly and others (2021) proposed a risk-based reinterpretation of this framework that would allow for a reduction in the AOR while ensuring protection of drinking water resources.

A computational framework for estimating a risk-based AOR was proposed by Oldenburg and others (2014, 2016), who compared formation fluid leakage through a hypothetical open flow path in the baseline scenario (no CO₂ injection) to the incrementally larger leakage that would occur in the CO₂ injection case. The modeling for the risk-based AOR used semianalytical solutions to single-phase flow equations to model reservoir pressurization and vertical migration through leaky wells. These semianalytical solutions were extensions of earlier work for formation fluid leakage through abandoned wellbores by Raven and others (1990) and Avci (1994), which were creatively solved, coded, and compiled in FORTRAN under the name ASLMA (Analytical Solution for Leakage in Multilayered Aquifers) and extensively described by Cihan and others (2011, 2012) (hereafter "ASLMA Model").

Recently, White and others (2020) outlined a similar risk-based approach for evaluating the AOR using the National Risk Assessment Partnership (NRAP) Integrated Assessment Model for Carbon Storage (NRAP-IAM-CS). However, NRAP-IAM-CS and the subsequent open-sourced version (NRAP-Open-IAM) are constrained to the assumption that the storage reservoir is in hydrostatic equilibrium with overlying aquifers and, therefore, may not accurately estimate the AOR for storage projects located in regions where the storage reservoir is overpressurized relative to overlying aquifers.

Building a geologic model in a commercial-grade software platform (like Petrel; Schlumberger, 2020) and running fluid flow simulations using numerical reservoir simulation in a commercial-grade software platform (like CMG's compositional simulator, GEM) provide the "gold standard" for estimating pressure buildup in response to CO₂ injection (e.g., Bosshart and others, 2018). However, these numerical reservoir simulations are typically limited to the storage reservoir and primary seal formation (cap rock) and do not include the geologic units overlying the cap rock because of the computational burden of conducting such a complex simulation. In addition, geologic modeling of the overlying units may add a substantial amount of time and effort during prefeasibility-phase projects that are unwarranted given the amount of uncertainty that may be present if only a few nearby wells can be used for characterization activities. Earlier studies (e.g., Nicot and others, 2008; Birkholzer and others, 2009; Bandilla and others, 2012; Cihan and others, 2011, 2012) have shown that far-field fluid pressure changes outside of the CO₂ plume

domain can be reasonably described by a single-phase flow calculation by representing CO₂ injection as an equivalent-volume injection of brine (Oldenburg and others, 2014).

The semianalytical solutions embedded within the ASLMA Model have been shown to compare with the numerical model, TOUGH2-ECO2-N, and provided accurate results for pressures beyond the CO₂ plume zone (Birkholzer and others, 2009; Cihan and others, 2011, 2012). Therefore, the proposed workflow for delineating a risk-based AOR uses the ASLMA Model to examine pressure buildup in the storage reservoir and resultant effects of this buildup on the vertical migration of formation fluid via (single) hypothetical leaky wellbores located at progressively greater distances from the injection well (Figure 3-16).

An important distinction between EPA Methods 1 and 2, which both calculate a critical pressure threshold (either $\Delta P_{i,f}$ for Method 1 or ΔP_c for Method 2) and the risk-based AOR approach is that the risk-based approach 1) calculates and maps the potential incremental flow of

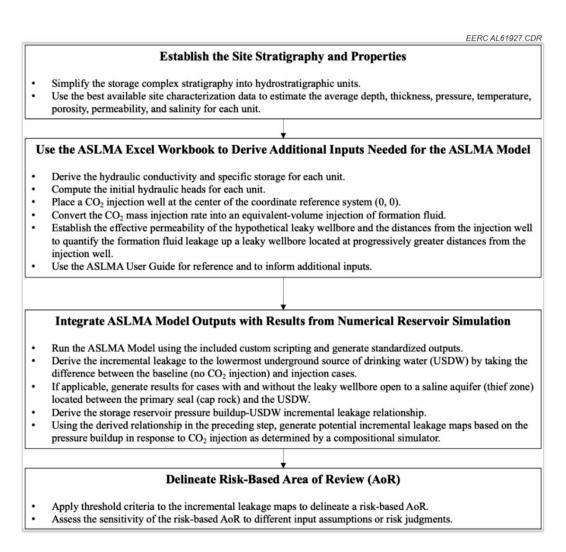


Figure 3-16. Workflow for delineating a risk-based AOR for a SFP (modified from Burton-Kelly and others, 2021).

formation fluids from the storage reservoir to the USDW that could occur and then 2) delineates the areal extent beyond which no significant leakage would occur. Therefore, the region beyond which no significant leakage would occur does not present an endangerment to the USDW; hence, the region inside of this areal extent is the risk-based AOR.

3.5.3 Critical Threshold Pressure Increase Estimation

For the purposes of delineating AOR for the project study area, constant fluid densities for the lowermost USDW (Fox Hills Formation) and injection zone (Broom Creek Formation) were used in the calculations. Respective fluid densities were used to represent the injection zone fluids (ρ_i), which are estimated based on the in situ estimated brine salinity, temperature, and pressure at the MAG 1 stratigraphic test well.

Application of EPA Method 1 (Equation 1) using site-specific data from the MAG 1 well shows that the injection zone in the project area is overpressurized with respect to the lowest USDW (i.e., Method 1 $\Delta P_{i,f} < 0$). An example of the EPA Method 1 application showing negative $\Delta P_{i,f}$ (relative overpressure) is given in Table 3-4, with similar results when applied to each column of the grid cells in the Broom Creek Formation simulation model.

Table 3-1. EPA Method 1 Critical Threshold Pressure Increase Calculated at the MAG 1 Wellbore Location Using Measured and Calculated Data Shown in Table 3-2

VV CIID	or c Loc	ation Using	Wicasui cu a	inu Carcura	icu Data Sil	own in rabic	J- <u>L</u>	
		$\mathbf{P_{i}}$	$\mathbf{P}_{\mathbf{u}}$	$oldsymbol{ ho}_{ m i}$	$\mathbf{Z}_{\mathbf{u}}$		ΔP	i,f
		Injection	USDW	Injection	USDW	$\mathbf{Z_{i}}$	Thres	shold
		Zone	Base	Zone	Base	Reservoir	Press	sure
Dep	th,*	Pressure,	Pressure,	Density,	Elevation,	Elevation,	Incre	ease,
ft	m	MPa	MPa	kg/m³	m amsl	m amsl	MPa	psi
4.731	1.442	16.41	3.15	1.006	276	-855	-2.11	-306

^{*} Ground surface elevation is 581 m above mean sea level. Depth provided is the reference depth used for the CMG simulation.

In accordance with EPA (2013) guidance, the combination of a) a Method 1 negative $\Delta P_{i,f}$ value across the project area and b) lack of evidence for hydrostatic equilibrium between the reservoir and the USDW (i.e., Method 2 does not apply) indicates that a risk-based approach to AOR delineation may be pursued.

3.5.4 Risk-Based AOR Calculations

Complete details of the risk-based AOR model are found in Burton-Kelly and others (2021). The inputs, assumptions, and results discussed here provide the necessary details for reproducing and verifying the results. A macro-enabled Microsoft Excel file was used to define the inputs and calculations that were employed in the method (hereafter "ASLMA Workbook").

3.5.4.1 Initial Hydraulic Heads

The original ASLMA Model (Cihan and others, 2011) initially assumed hydrostatic pressure distributions in the entire system. The current work uses a modified version of the ASLMA Model to simulate pressure perturbations and leakage rates when there are initial head differences in the aquifers (Oldenburg and others, 2014). The initial hydraulic heads are calculated assuming a total

head based on the unit-specific elevations and pressures. The total heads are entered into the ASLMA Model and establish the initial pressure conditions for the storage complex prior to CO₂ injection.

For example, the initial reference case total heads for the storage reservoir (Aquifer 1), potential thief zone (Aquifer 2), and USDW (Aquifer 3) are shown in Table 3-5 and illustrate the state of overpressure in the storage complex, as Aquifer 1 has a greater initial hydraulic head than Aquifers 2 and 3. Therefore, the storage complex requires different treatment than the default AOR calculations described by EPA (2013). Details on the calculations of initial hydraulic head are provided in Burton-Kelly and others (2021).

Table 3-2. Simplified Stratigraphy and Average Properties Used to Represent the Storage Complex

	Depth to				-	Brine		-			Specific	Total
Hydrostratigraphic	Top,*	Thickness,	Pressure,	Temperature,	Salinity,	Density,	Porosity,		eability,	HCON,	Storage,	Head,
Unit	m	m	MPa	°C	ppm	kg/m³	%	mD	m ²	m/d	m ⁻¹	m
Overlying Units to												
Ground Surface (not	0	215										
directly modeled)												
Aquifer 3 (USDW –	215	90	2.6	12.5	1,800	1,002	34.4	280	2.76E-13	1.92-01	5.56E-06	591
Fox Hills Fm)	213	90	2.0	12.3	1,800	1,002	34.4	200	2.70L-13	1.92-01	3.30L-00	391
Aquitard 2 (Pierre	305	788	7.0	25.3	16,300		10	0.1	9.87E-17	9.30E-05	9.26E-06	585
Fm-Inyan Kara Fm)	303	700	7.0	25.5	10,300		10	0.1	9.6/L-1/	9.30L-03	9.20L-00	363
Aquifer 2 (Thief												
Zone – Inyan Kara	1,093	69	11.3	37.8	16,300	1,008	22.4	42.1	4.16E-14	5.06E-02	5.25E-06	593
Fm)												
Aquitard 1 (Swift-												
Broom Creek Fm)	1,161	273	13.0	42.7	28,600		10	0.1	9.87E-17	1.30E-04	9.31E-06	583
(primary upper seal)												
Aquifer 1 (Storage												
Reservoir – Broom	1,435	32	16.5	68.3	28,600	1,003	18.2	121.3	1.20E-13	2.31E-01	5.15E-06	808
Creek Fm)												

^{*} Ground surface elevation 614 m amsl.

3.5.4.2 CO₂ Injection Parameters

The ASLMA Model for the project used a Broom Creek CO₂ injection rate that matched the simulation scenario. A single injector is placed at the center of the ASLMA Model grid at an x,y-location of (0,0) in the coordinate reference system. The ASLMA Model requires the CO₂ injection rate to be converted into an equivalent-volume injection of formation fluid in units of cubic meters per day. Microsoft Excel Visual Basic for Applications (VBA) functions were used to estimate the CO₂ density from the storage reservoir pressure and temperature, which resulted in an estimated density, shown in Table 3-6. The CO₂ mass injection rate and CO₂ density are then used to derive the daily equivalent-volume injection rate, shown in Table 3-6.

Table 3-3. CO₂ Density and Injection Parameters Used for the ASLMA Model

CO ₂ Density, Reservoir	2 Density, Reservoir		Injection Period,	
Conditions, kg/m ³	Injection Period	m³ per day	years	
580	1	944	20	

3.5.4.3 Hypothetical Leaky Wellbore

In the project area, few wellbores are known to exist that penetrate the primary seal of the Broom Creek storage reservoir. However, for heuristic, "what-if" scenario modeling, which is needed to generate the data for delineating a risk-based AOR, a single hypothetical leaky wellbore is inserted into the ASLMA Model at 1, 2, ..., 100 km from the CO₂ injection well. The pressure buildup in the storage reservoir at each distance, along with the recorded cumulative volume of formation fluid vertically migrating through the leaky wellbore from the storage reservoir to the USDW (i.e., from Aquifer 1 to Aquifer 3) throughout the 12-year injection period, provides the data set needed to derive the risk-based AOR.

Published ranges for the effective permeability of a leaky wellbore (Figure 3-17) have included an "open wellbore" with an effective permeability as high as 10^{-5} m² (10^{10} mD) to values more representative of leakage through a wellbore annulus of 10^{-12} to 10^{-10} m² (10^{3} to 10^{5} mD) (Watson and Bachu, 2008, 2009; Celia and others, 2011). Carey (2017) provides probability distributions for the effective permeability of potentially leaking wells at CO_2 storage sites and estimated a wide range from 10^{-20} to 10^{-10} m² (10^{-5} to 10^{5} mD). For the project Broom Creek ASLMA Model, the effective permeability of the leaky wellbore is set to 10^{-16} m² (0.1 mD), which is a conservative (highly permeable) value near the top of the published range for the effective permeability of potentially leaking wells at CO_2 storage sites (Figure 3-17).

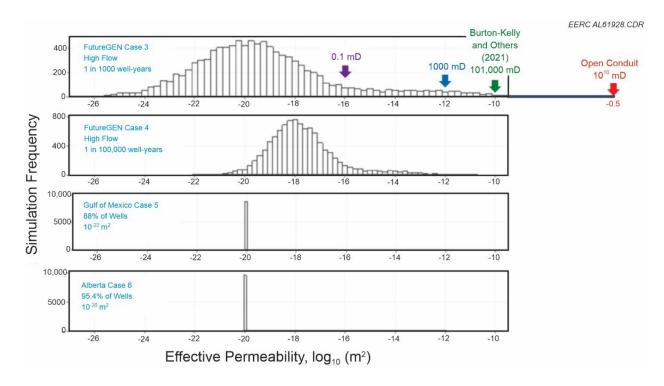


Figure 3-17. Histograms describing the expected frequency of leaky wellbore effective permeabilities under different scenarios. The ASLMA Model used for AOR delineation used a value of approximately 0.1 mD (constructed from data presented by Carey [2017]).

The current work uses the ASLMA Model Type 1 feature (focused leakage only) for the nominal model response, which makes the conservative assumption that the aquitards are impermeable. This assumption prevents the pressure from diffusing into the overlying aquitards, resulting in a greater pressure buildup in the storage reservoir and a commensurately greater amount of formation fluid vertically migrating from the storage reservoir through the leaky wellbore. The conservative assumption of Model Type 1 rather than Model Type 3 (coupled focused and diffuse leakage) provides an added level of protection to the delineation of a risk-based AOR by projecting a larger pressure buildup in the storage reservoir than a scenario in which pressure is allowed to dissipate through the upper seal and, therefore, a greater leakage of formation fluid up the leaky wellbore.

3.5.4.4 Saline Aquifer Thief Zone

As shown in Table 3-5, a saline aquifer (Aquifer 2, Inyan Kara Formation) exists between the primary seal above the storage reservoir and USDW (Aquifer 3, Fox Hills Formation). Formation fluid migrating up a leaky wellbore that is open to Aquifer 2 will preferentially flow into Aquifer 2, and the continued flow up the wellbore and into the USDW will be reduced. Therefore, the presence of Aquifer 2 may act as a thief zone and reduces the potential for formation fluid impacts to the groundwater.

The thief zone phenomenon was described by Nordbotten and others (2004) as an "elevator model" by analogy with an elevator full of people on the main floor, who then get off at various

floors as the elevator moves up, such that only very few people ride all the way to the top floor. The term "thief zone" is also used in the oil and gas industry to describe a formation encountered during drilling into which circulating fluids can be lost. Models with and without opening the leaky wellbore to Aquifer 2 (Inyan Kara Formation) were run and evaluated to quantify the effect of a thief zone on the risk-based AOR.

3.5.4.5 Aguifer- and Aguitard-Derived Properties

The ASLMA Model assumes homogeneous properties within each hydrostratigraphic unit (Table 3-5). For each unit shown in Table 3-5, pressure, temperature, porosity, permeability, and salinity are used to derive two key inputs for the ASLMA Model: hydraulic conductivity (HCON) and specific storage (SS). Average porosity and permeability values were derived as follows: Broom Creek, from distributed properties in the geologic model; Inyan Kara, from MAG 1 core data and regional well logs; and Fox Hills, from regional well log data. Porosity is represented as an arithmetic mean and permeability as a geometric mean value within each hydrostratigraphic unit (excluding nonsandstone rock types).

VBA functions included in the ASLMA Workbook are used to estimate the formation fluid density and viscosity from the aquifer or aquitard pressure, temperature, and salinity inputs, which are then used to estimate the HCON and SS. The estimated reference case HCON for the storage reservoir (Aquifer 1), thief zone (Aquifer 2), and USDW (Aquifer 3) are shown in Table 3-5. Details about the HCON and SS derivations are provided in supporting information for Burton-Kelly and others (2021).

3.5.5 Risk-Based AOR Results

3.5.5.1 Relating Pressure Buildup to Incremental Leakage with ASLMA Model and Compositional Simulation

Figure 3-18 shows the relationship between the maximum pressure buildup in the storage reservoir and incremental leakage to Aquifer 3 (USDW) for scenarios with and without the leaky wellbore open to Aquifer 2 (thief zone). In the case where the leaky wellbore is closed to Aquifer 2, there is no incremental leakage to Aquifer 2. The curvilinear relationship between pressure buildup in the storage reservoir and incremental leakage to Aquifer 3 is used to predict the incremental leakage from the pressure buildup map produced by the compositional simulation of the geocellular model. The average simulated pressure buildup in the reservoir is represented by a raster (grid) map of pressure buildup values. For each raster value (grid cell map location), the relationship between pressure buildup and incremental leakage (Figure 3-18) is used to predict incremental leakage using a linear interpolation between the points making up the curve. The estimated cumulative leakage potential from Aquifer 1 to Aquifer 3 along a hypothetical leaky wellbore without injection occurring (i.e., leakage due to natural overpressure) and no thief zone is shown in Table 3-7.

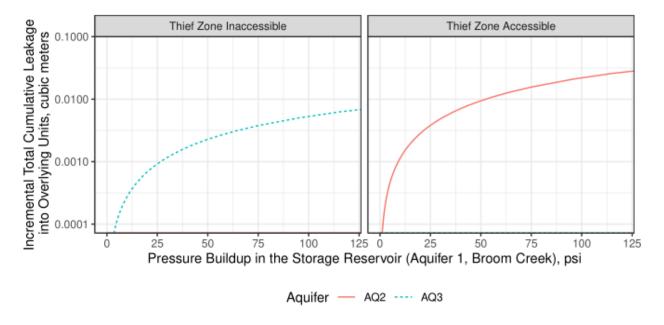


Figure 3-18. Relationship between pressure buildup (x-axis, psi) in the storage reservoir (Aquifer 1, Broom Creek) and incremental total cumulative leakage (y-axis, m³) into Aquifer 2 (thief zone, Inyan Kara, red solid line) and Aquifer 3 (USDW, Fox Hills, dashed blue line). In the left-hand scenario, the leaky wellbore is closed to Aquifer 2 (Inyan Kara), so all flow is from the storage reservoir to the USDW. In the right-hand scenario, the leaky wellbore is open to Aquifer 2 (Inyan Kara), so the vast majority of flow is from the storage reservoir to the thief zone, and the curve showing flow into the USDW is not visible on this plot.

3.5.5.2 Incremental Leakage Maps and AOR Delineation

The pressure buildup—incremental leakage relationship, shown in Figure 3-18, results in the incremental leakage map, shown in Figure 3-19, which show the estimated total cumulative incremental leakage potential from a hypothetical leaky well into Aquifer 3 (USDW) over the entire injection period if the hypothetical leaky wellbore is not open to the thief zone.

The final step of the risk-based AOR workflow is to apply a threshold criterion to the incremental leakage maps to delineate a risk-based AOR. For the Broom Creek Formation injection at the project site, a threshold of 1 m³ of potential incremental flow into the Fox Hills Formation USDW along a hypothetical leaky wellbore over the injection period is established. A value of 1 m³ is the lowest meaningful value that can be produced by the ASLMA Model; although the model can return smaller values, they likely represent statistical noise. This potential incremental flow threshold is greater than all calculated potential incremental flow values described by the curve in Figure 3-18. The maximum vertically averaged change in pressure in the storage reservoir at the end of the simulated injection period and the corresponding flow over the injection period are shown in Table 3-7. This pressure is below the potential incremental flow threshold of 1 m³. Therefore, the storage reservoir pressure buildup is not a deciding factor in determining the AOR extent.

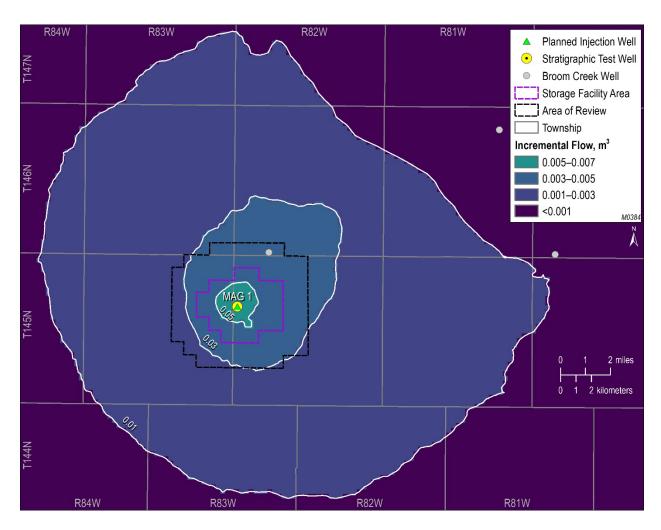


Figure 3-19. Map of potential incremental leakage into the USDW at the end of 20 years of CO₂ injection for the scenario where the hypothetical leaky wellbore is closed to Aquifer 2 (thief zone).

Table 3-4. Summary Results from the Risk-Based AOR Method of Estimated Potential Cumulative Leakage after 20 years of Injection and No Thief Zone

20 years of injection and 140 times	20110		
Maximum Vertically Averaged	113.2		
Change in Reservoir Pressure, psi	113.2		
Estimated Cumulative Leakage			
(reservoir to USDW) along Leaky	0.019		
Wellbore Without Injection, m ³			
Maximum Estimated Cumulative			
Leakage (reservoir to USDW) along	0.005		
Leaky Wellbore Attributable to	0.003		
Injection, m ³			

3-30

The assumptions and calculations used to determine the risk-based AOR at the project site incorporate at least four safety factors for the protection of groundwater resources. If the ASLMA Model has resulted in an underestimation of the amount of potential leakage over the injection period, such underestimation is likely to be mitigated by:

- The statistical overestimation of hypothetical leaky wellbore permeability compared to known and estimated values in the literature—A more statistically likely hypothetical leaky wellbore permeability would be lower and allow less flow into the USDW.
- The lack of communication between the hypothetical leaky wellbore and Inyan Kara Formation, which would act as a thief zone—A real leaky wellbore would likely communicate with the Inyan Kara Formation, which would receive much, if not all, of the brine leaked from the storage reservoir.
- The low density of known legacy wellbores in the Blue Flint project area—CO₂ injection is proposed to occur in an area with few available leakage pathways.
- The continued overpressurized nature of the Broom Creek Formation with respect to overlying saline aquifers, over relatively short (e.g., 50-year) timescales, overpressurized aquifers with leakage pathways would demonstrate a change in upward flow rate and corresponding pressure (Oldenburg and others, 2016).

The risk-based method detailed above shows that storage reservoir pressure buildup is not necessary for determining AOR because the potential incremental flow into the USDW is below the identified threshold of 1 m³. Therefore, the AOR is delineated as the storage facility area plus a 1-mile buffer (Figure 3-20). Figure 3-21 illustrates the land use within the AOR.

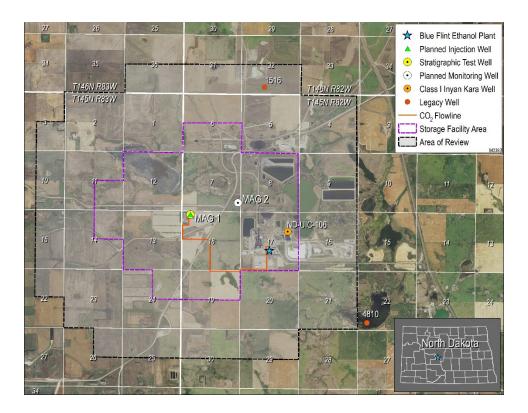


Figure 3-20. Final AOR estimations of the project storage facility area in relation to nearby legacy wells. Shown is the storage facility area (purple polygon) and AOR (black polygon). Orange circles represent legacy oil and gas wells near the storage facility area.

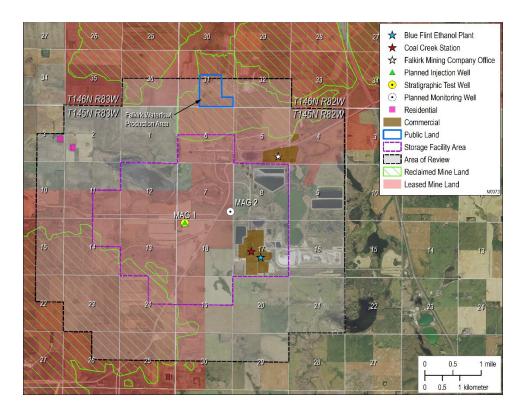


Figure 3-21. Land use in and around the AOR of the project storage facility.

3.6 References

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4.0 AREA OF REVIEW

4.1 Area of Review (AOR) Delineation

4.1.1 Written Description

North Dakota geologic storage of CO₂ regulations require that each storage facility permit (SFP) delineate an AOR, which is defined as "the region surrounding the geologic storage project where underground sources of drinking water [USDW] may be endangered by the injection activity" (North Dakota Administrative Code [NDAC] § 43-05-01-01[4]). Concern regarding the endangerment of USDWs is related to the potential vertical migration of CO₂ and/or brine from the injection zone to the USDW. Therefore, the AOR encompasses the region overlying the injected free-phase CO₂ plume and the region overlying the extent of formation fluid pressure increase sufficient to drive formation fluids (e.g., brine) into USDWs, assuming pathways for this migration (e.g., abandoned wells or transmissive faults) are present. The minimum fluid pressure increase in the reservoir that results in a sustained flow of brine upward into an overlying drinking water aquifer is referred to as the "critical threshold pressure increase" and resultant pressure as the "critical threshold pressure." Calculation of the allowable increase in pressure using site-specific data from the MAG 1 well (NDIC File No. 37833) shows that the storage reservoir in the project area is overpressured with respect to the lowest USDW (i.e., the allowable increase in pressure is less than zero [Section 3, Table 3-5]).

NDAC § 43-05-01-05(1)(b)(3) requires "[a] review of the data of public record, conducted by a geologist or engineer, for all wells within the facility area, which penetrate the storage reservoir or primary or secondary seals overlying the reservoir, and all wells within the facility area and within one mile [1.61 kilometers], or any other distance as deemed necessary by the commission, of the facility area boundary." Based on the computational methods used to simulate CO₂ injection activities and associated pressure front (Figure 4-1), the resulting AOR for the geologic storage project is delineated as being 1 mile from the SFP boundary. This extent ensures compliance with existing state regulations.

All wells located in the AOR that penetrate the storage reservoir and its primary overlying seal were evaluated (Figures 3-20 and 4-2) by a professional engineer pursuant to NDAC § 43-05-01-05(1)(b)(3). The evaluation was performed to determine if corrective action is required and included a review of all available well records (Table 4-1). The evaluation determined that all wells within the AOR have sufficient isolation to prevent formation fluids or injected CO₂ from vertically migrating outside of the storage reservoir or into USDWs and that no corrective action is necessary (Tables 4-2 through 4-4, and Figure 4-3 through Figure 4-5).

An extensive geologic and hydrogeologic characterization performed by a team of geologists from the EERC uncovered no evidence of transmissive faults or fractures in the upper confining zone within the AOR and revealed that the upper confining zone has sufficient geologic integrity to prevent vertical fluid movement. All geologic data and investigations indicate the storage reservoir within the AOR has sufficient containment and geologic integrity, including geologic confinement above and below the injection zone, to prevent vertical fluid movement.

This section of the SFP application is accompanied by maps and tables that include information required and in accordance with NDAC § 43-05-01-05(1)(a) and (b) and § 43-05-01-05.1(2), such as the storage facility area, location of any proposed injection wells, presence of significant surface structures or land disturbances, and location of water wells and any other wells within the AOR. Table 4-1 lists all the surface and subsurface features that were investigated as part of the AOR evaluation, pursuant to NDAC § 43-05-01-05(1)(a) and (b)(3) and § 43-05-01-05.1(2). Surface features that were investigated but not found within the AOR boundary are also identified in Table 4-1.

4.1.2 Supporting Maps

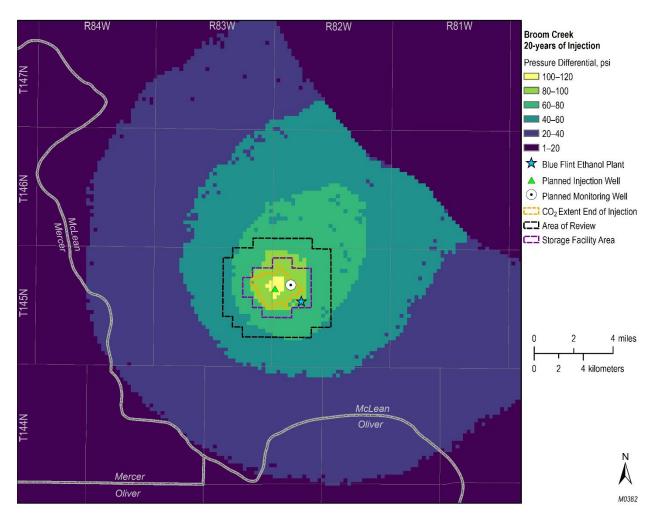


Figure 4-1. Pressure map showing the maximum subsurface pressure influence associated with CO₂ injection in the Broom Creek Formation. Shown is the CO₂ plume extent after end of injection, the storage facility area, and the 1-mile AOR boundary in relation to the maximum subsurface pressure influence.

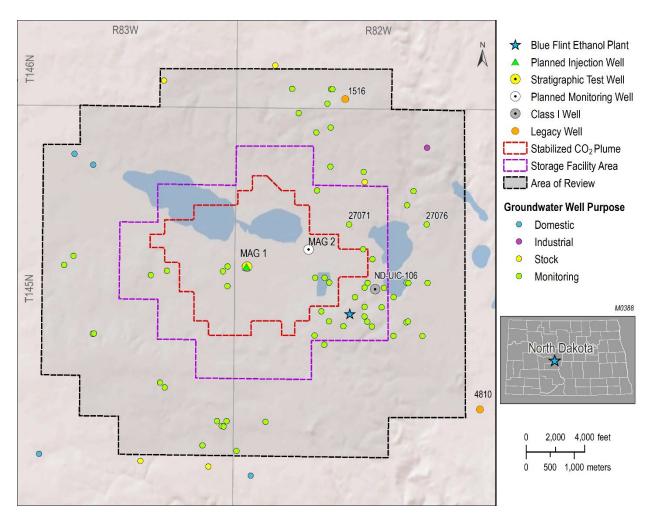


Figure 4-2. AOR map in relation to nearby groundwater wells. Shown are the stabilized CO₂ plume extent postinjection (dashed red boundary), storage facility area (dashed purple boundary), and 1-mile AOR (dashed black boundary). All groundwater wells in the AOR are identified above. All observation/monitoring wells shown are shallow groundwater wells associated with the mine activities. No springs are present in the AOR.

Table 4-1. Investigated and Identified Surface and Subsurface Features (Figures 3-20, 4-1 and 4-2)

	Investigated and Identified	Investigated But Not
Surface and Subsurface Features	(Figures 4-1–4-5)	Found in AOR
Producing (active) Wells		X
Abandoned Wells	X	
Plugged Wells or Dry Holes	X	
Deep Stratigraphic Boreholes	X	
Subsurface Cleanup Sites		X
Surface Bodies of Water	X	
Springs		X
Water Wells	X	
Mines (surface and subsurface)	X	
Quarries		X
Subsurface Structures (e.g., coal mines)		X
Location of Proposed Wells	X	
*Location of Proposed Cathodic Protection Boreholes		X
Any Existing Aboveground Facilities	X	
Roads	X	
State Boundary Lines		X
County Boundary Lines		X
Indian Boundary Lines		X
Other Pertinent Surface Features	X	

^{*} There are no plans for cathodic protection for the injection well (MAG 1).

4.2 Corrective Action Evaluation

Table 4-2. Wells in AOR Evaluated for Corrective Action*

Well File	Operator	Well Name	Spud Date	Surface Casing o.d., inches	Surface Casing Seat, ft	Long- String Casing o.d., inches	Long- String Casing seat, inches	Hole Direction	TD, ft	TVD,	Status	Plug Date	TWN	RNG	Section	Qtr/Qtr	County	Corrective Action Needed
1516	H. Hanson	Ellen	9/14/1957	10.75	462	Oper	hole	Vertical	6,600	6,600	P&A	10/18/1957	146N	82W	32	SE/SW	McLean	No
	Oil	Samuelson 1																
	Syndicate																	
ND-UIC-	Great River	Well #1	10/10/2014	11.75	1,232	7	7	3531	Vertical	4,046	4,046	NA	145N	82W	17	SE/NE	McLean	No
106**	Energy																	
4810	W. H.	Wallace O.	12/1/1969	8.625	233	Oper	hole	Vertical	4240	4240	P&A	12/6/1969	145N	82W	22	SW/SW	McLean	No
	HUNT	Gradin 1																
	TRUST																	
	ESTATE																	

^{*} TD is total depth, and TVD is true vertical depth.

**ND-UIC-106 is classified as a Class I disposal well.

Table 4-3. Ellen Samuelson 1 (NDIC File No. 1516) Well Evaluation

Well Name: Ellen Samuelson 1 (NDIC File No. 1516)

	Cement Plugs					
Number			Thickness, ft	Volume, sacks		
1	5,940			20		
2	5,480			20		
3	4,730			20		
4	3,670			20		
5	Base of Surface			25		
6	Top of Surface			5		

^{*} Data and information are provided from well-plugging report found in NDIC database.

Spud Date: 9/14/1957

Total Depth: 6,600 (Mission Canyon Formation)

Surface Casing: 10³/₄" casing set at 462, cement to surface with

200 sacks Class G cement.

Openhole plugging

Formation	on	
Name	Estimated Top, ft	Cement Plug Class G*
10¾" Casing Shoe	462	Cement Plug 5 isolates the 10¾" casing shoe.
Pierre	1,055	
Mowry	3,355	Top of Inyan Kara Formation is not covered by cement.
Inyan Kara	3,655	However, Cement Plug 4 isolates Dakota Group.
Swift	3,912	
Kibby Lime	5,272	Cement Plugs 3, 2, and 1 isolate the formations below the Broom Creek Formation.

Corrective Action: No corrective action is necessary. Based on modeling and simulations, the Ellen Samuelson 1 well (NDIC File No. 1516) will not be in contact with the CO₂ plume, and pressure increase in the Broom Creek Formation at this well location is predicted to be approximately 76 psi. Brine displacement from injection activities below the Broom Creek Formation at this well location is not expected to be an impact beyond what has been occurring since this well was drilled and plugged.

^{*} Cement Type is assumed to be Class G as no cement type was on file.

Table 4-4. Well #1 (ND-UIC-106) Well Evaluation

Well Name:

Well #1 (ND-UIC-106)

Forn	nation	
Name	Estimated Top, ft	Cement Plug Remarks
11¾" Casing Shoe	1,232	Production Casing Cement isolates the 11 ³ / ₄ " casing shoe.
Pierre	1,110	
Mowry	3,190	
Inyan Kara	3,531	
Production Casing	3,531	

Spud Date: 10/10/2014

Total Depth: 4,046 (Inyan Kara Formation)

Surface Casing: 11¾" casing set at 1,232, cement to surface

Production Casing: 7" casing set at 3,531, cement to surface

Corrective Action: No corrective action is necessary. Based on modeling and simulations, the Well #1 well (ND-UIC-106) will not be in contact with the CO₂ plume, and the well does not penetrate the Broom Creek Formation. Brine displacement from injection activities below the Broom Creek Formation at this well location is not expected to be an impact beyond what has been occurring since this well was drilled above the Broom Creek Formation.

Additional information: Well #1 is classified as a Class I disposal well for nonhazardous waste injection into the Inyan Kara.

Table 4-5. Wallace O. Gradin 1 (NDIC File No. 4810) Well Evaluation

Well Name: Wallace O. Gradin 1 (NDIC File No. 4810)

	Cement Plugs					
Number	Inter	val, ft	Thickness, ft	Volume, sacks		
1	3181	3249	68	20		
2	1152	1220	68	20		
3	204	270	66	20		
4	0	16	16	5		

^{*}Data and information are provided from well-plugging report found in NDIC database.

Formatio	on	
Nome	Estimated	Cement Plug Remarks
Name	Top, ft	
8.625" Casing Shoe	233	8-5/8" J-55, 20# casing. Set at 233'. Cemented w/ 135 sks 8-5/8", 20# casing capacity is 2.7328 lin ft per ft^3. Plug 1 at
		surface and plug 2 at surface casing shoe.
Pierre	915	Plug 3 is 200' into the Pierre Fm. Fox Hills Formation isolated by plug 2 and 3.
Mowry	3195	Cement Plug 3 isolates the uppermost Inyan Kara porosity.
Newcastle	3249	
Swift	3745	
Rierdon	4083	Well file reports TD in Piper Formation.

Spud Date: 12/01/1969 Total Depth: 4083 ft

Openhole plugging

Corrective Action: No corrective action is necessary. Based on modeling and simulations, the Wallace O. Gradin 1 (NDIC File No. 4810) well will not be in contact with the CO₂ plume, and the well does not penetrate the Broom Creek Formation. Brine displacement from injection activities below the Broom Creek Formation at this well location is not expected to be an impact beyond what has been occurring since this well was drilled above the Broom Creek Formation.

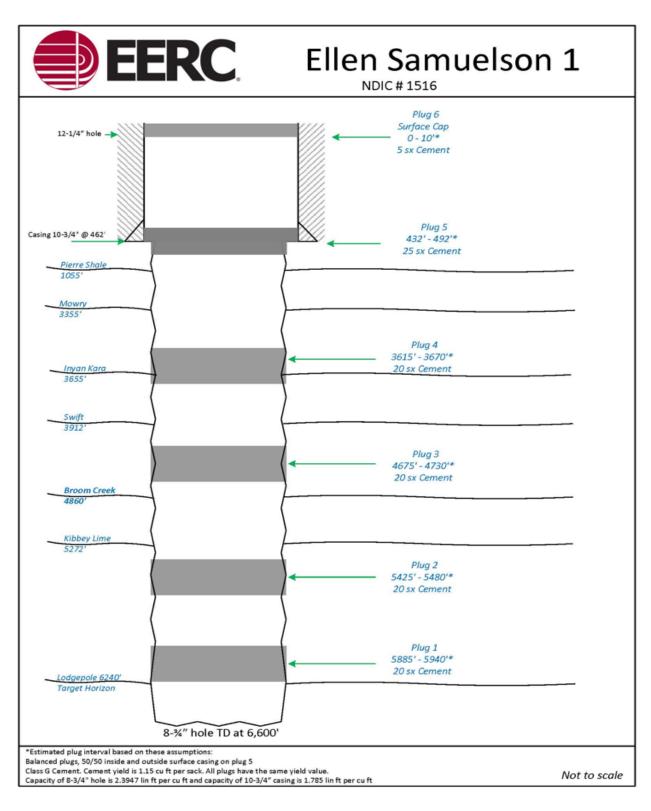


Figure 4-3. Ellen Samuelson 1 (NDIC File No. 1516) well schematic showing the location of cement plugs.

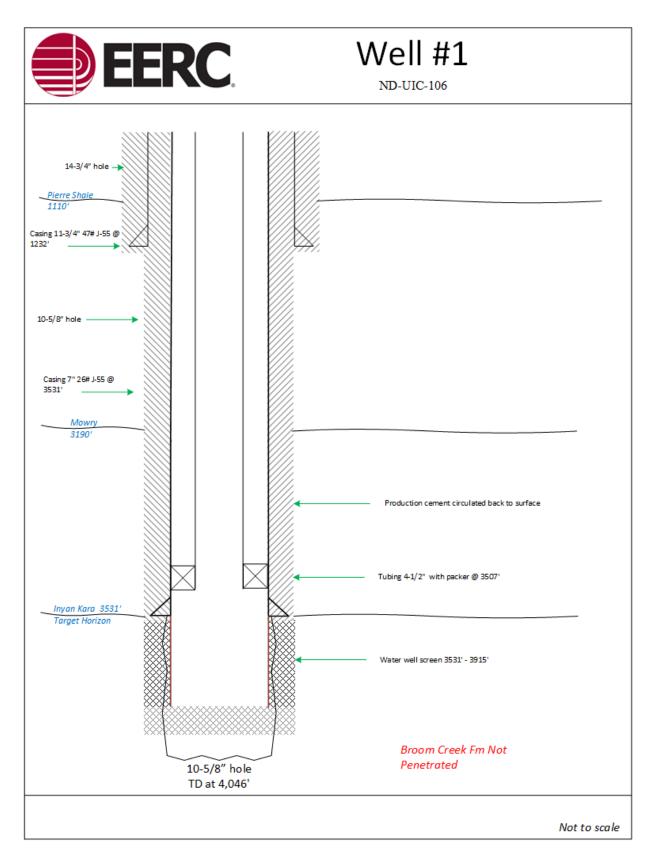


Figure 4-4. Well #1 (ND-UIC-106) well schematic.

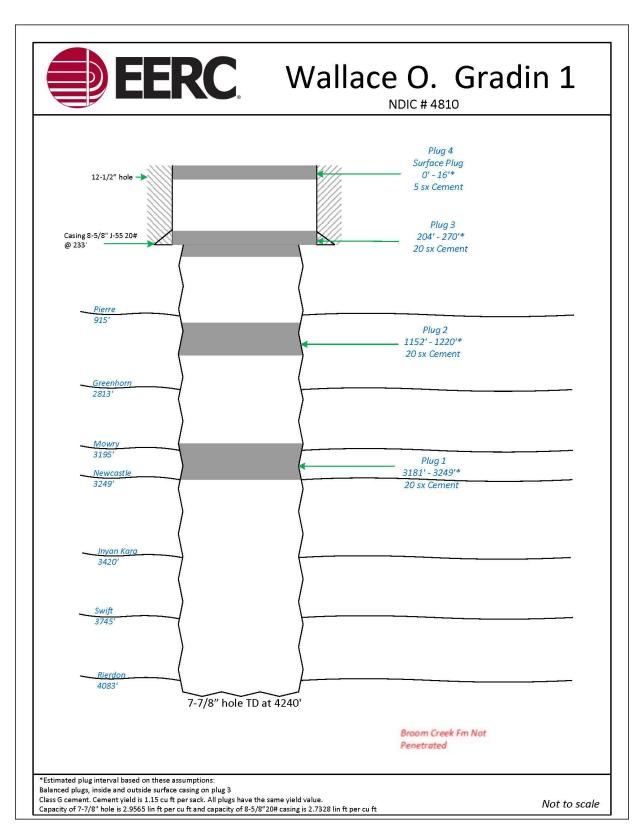


Figure 4-5. Wallace O. Gradin 1 (NDIC File No. 4810) well schematic showing the location of cement plugs.

4.3 Reevaluation of AOR and Corrective Action Plan

BFE will periodically reevaluate the AOR and corrective action plan in accordance with NDAC § 43-05-01-05.1, with the first reevaluation taking place no later than the fifth anniversary of NDIC's issuance of a permit to operate under NDAC § 43-05-01-10 and every fifth anniversary thereafter (each being a Reevaluation Date). The AOR reevaluations will address the following:

- Any changes to the monitoring and operational data prior to the scheduled Reevaluation Date will be identified.
- Monitoring and operational data (e.g., injection rate and pressure) will be used to update the geologic model and the computational simulations. These updates will then be used to inform a reevaluation of the AOR and corrective action plan, including the computational model that was used to determine the AOR, and the operational data to be utilized as the basis for that update will be identified.
- The protocol to conduct corrective action, if necessary, will be determined, including 1) what corrective action will be performed and 2) how corrective action will be adjusted if there are changes in the AOR.

4.4 Protection of USDWs (Broom Creek Formation)

4.4.1 Introduction of USDW Protection

The primary confining zone and additional overlying confining zones geologically isolate the Fox Hills and Hell Creek Formations, the lowest USDW in the area of investigation from the underlying injection zone. The Spearfish Formation is the primary confining zone for the injection zone with additional confining layers above, geologically isolating all USDWs from the injection zone. The uppermost confining layer is the Pierre Formation, an impermeable shale in excess of 1,000 ft thick, providing an additional seal for all USDWs in the region.

4.4.2 Geology of USDW Formations

The hydrogeology of western North Dakota is composed of several shallow freshwater-bearing formations of the Quaternary, Tertiary, and upper Cretaceous-aged sediments underlain by multiple saline aquifer systems of the Williston Basin (Figure 4-6). These saline and freshwater systems are separated by the Cretaceous Pierre Shale of the Williston Basin, a regionally extensive shale between 1,000 and 1,500 ft thick (Thamke and others, 2014).

The freshwater aquifers comprise the Cretaceous Fox Hills and Hell Creek Formation; the overlying Cannonball, Tongue River, and Sentinel Butte Formation of the Tertiary Fort Union Group; and the Tertiary Golden Valley Formation (Figure 4-7). Above these are undifferentiated alluvial and glacial drift Quaternary aquifer layers, which are not necessarily present in all parts of the area of investigation (Bluemle, 1971).

The lowest USDW in the area of investigation is the Fox Hills Formation, which together with the overlying Hell Creek Formation, is a confined aquifer system. The Hell Creek Formation is a poorly consolidated unit composed of interbedded sandstone, siltstone, and claystones with occasional carbonaceous beds, all fluvial origin. The underlying Fox Hills Formation is interpreted

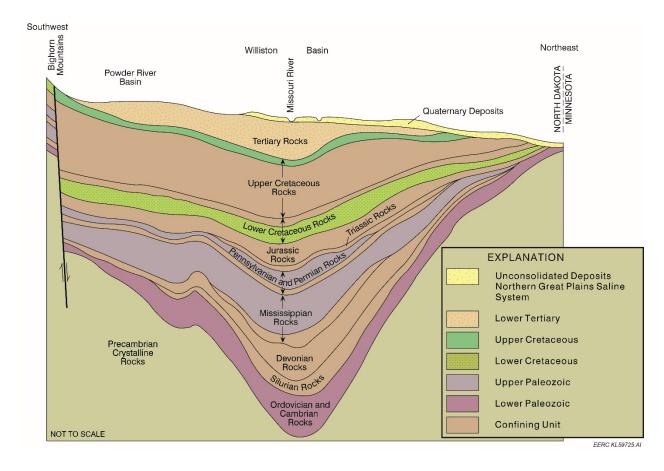


Figure 4-6. Major aquifer systems of the Williston Basin.

as interbedded nearshore marine deposits of sand, silt, and shale deposited as part of the final Western Interior Seaway retreat (Fischer, 2013). The Fox Hills Formation in the area of investigation is approximately 700 to 900 ft deep and 350–450 ft thick (Bluemle, 1971). The structure of the Fox Hills and Hell Creek Formations follows that of the Williston Basin, dipping gently toward the center of the basin to the northwest of the area of investigation (Figure 4-8).

The Pierre Shale is a thick, regionally extensive shale unit which forms the lower boundary of the Fox Hills—Hell Creek system, also isolating all overlying freshwater aquifers from the deeper saline aquifer systems. The Pierre Shale is a dark gray to black marine shale and is typically over 1,000 ft thick in the area of investigation (Thamke and others, 2014).

Era	Period	Group	Formation	Freshwater Aquifer(s) Present
	Quaternary		Glacial Drift	Yes
Cenozoic			Golden Valley	Yes
no	Tertiary	F	Sentinel Butte	Yes
ပီ	,	Fort Union	Tongue River	Yes
			Cannonball	Yes
			Hell Creek	Yes
oic			Fox Hills	Yes
Mesozoic			Pierre	No
Me	Cretaceous		Niobrara	No
	0.000000	Colorado	Carlile	No
		Colorado	Greenhorn	No
			Belle Fourche	No

Figure 4-7. Upper stratigraphy of McLean County showing the stratigraphic relationship of Cretaceous and Tertiary groundwater-bearing formations (modified from Bluemle, 1971).

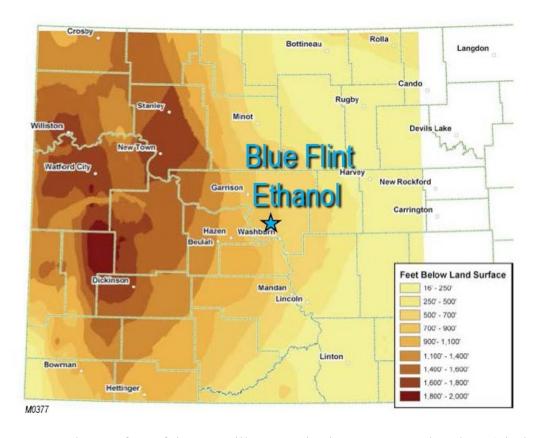


Figure 4-8. Depth to surface of the Fox Hills Formation in western North Dakota (Fischer, 2013).

4.4.3 Hydrology of USDW Formations

The aquifers of the Fox Hills and Hell Creek Formations are hydraulically connected and function as a single confined aquifer system (Fischer, 2013). The Bacon Creek Member of the Hell Creek Formation forms a regional aquitard for the Fox Hills—Hell Creek aquifer system, isolating it from the overlying aquifer layers. Recharge for the Fox Hills—Hell Creek aquifer system occurs in southwestern North Dakota along the Cedar Creek Anticline and discharges into overlying strata under central and eastern North Dakota (Fischer, 2013). Flow through the area of investigation is to the northeast (Figure 4-9). Water sampled from the Fox Hills Formation is sodium bicarbonate type with a total dissolved solids (TDS) content of approximately 1,500 ppm (Klausing, 1974). Previous analysis of Fox Hills Formation water has also noted high levels of fluoride, more than 5 mg/L (Honeyman, 2007). As such, the Fox Hills—Hell Creek system is typically not used as a primary source of drinking water. However, it is occasionally produced for irrigation and/or livestock watering.

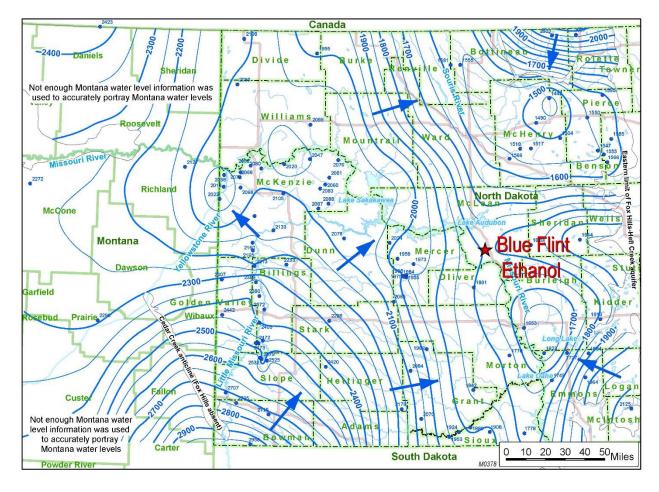


Figure 4-9. Potentiometric surface of the Fox Hills—Hell Creek aquifer system shown in feet of hydraulic head above sea level. Flow is to the northeast through the area of investigation in central McLean County (modified from Fischer, 2013).

Multiple other freshwater-bearing units, primarily of Tertiary age, overlie the Fox Hills-Hell Creek aquifer system in the area of investigation. A cross section of these formations is presented in Figure 4-10. The upper formations are generally used for domestic and agricultural purposes. The Cannonball and Tongue River Formations comprise the major aquifer units of the Fort Union Group, which overlies the Hell Creek Formation. The Cannonball Formation consists of interbedded sandstone, siltstone, claystone, and thin lignite beds of marine origin. The Tongue River Formation is predominantly sandstone interbedded with siltstone, claystone, lignite, and occasional carbonaceous shales. The basal sandstone member of the Tongue River is persistent and a reliable source of groundwater in the region. The thickness of this basal sand ranges from approximately 50 to 200 ft and can be found at a depth of approximately 550 ft. Tongue River groundwaters are generally sodium bicarbonate with a TDS of approximately 1,000 ppm (Klausing, 1974).

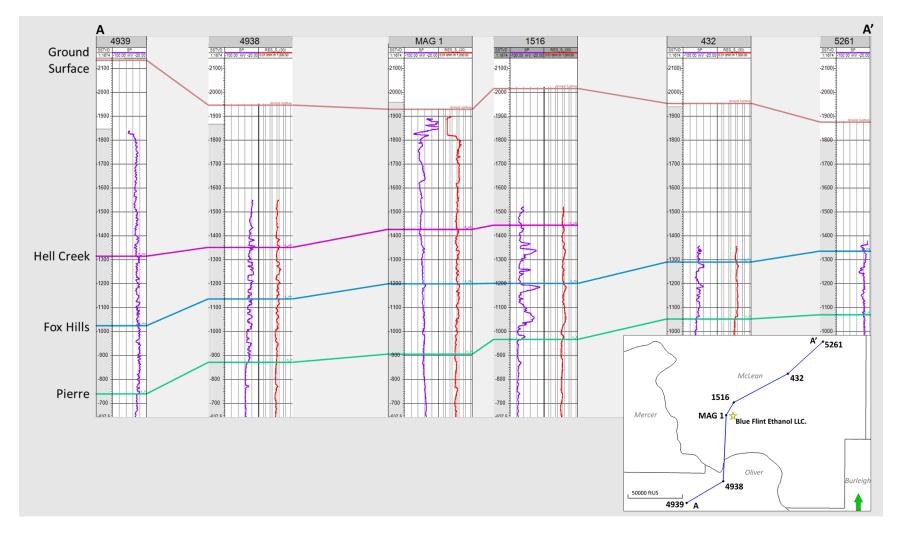


Figure 4-10. Southwest to northeast cross section of the major aquifer layers in McLean County. The black dots on the inset map represent the locations of the six wells used to create the cross section. The wells are labeled with their designation at the top of the cross section.

The Sentinel Butte Formation, a silty fine- to medium-grained sandstone with claystone and lignite interbeds, overlies the Tongue River Formation. The upper Sentinel Butte Formation is predominantly sandstone with lignite interbeds, forming another important source of groundwater in the region. The upper Sentinel Butte is approximately 150 ft thick in the area of investigation (Hemish, 1975). TDS concentrations in the Sentinel Butte Formation are approximately 1,000 ppm (Klausing, 1974). Above these are undifferentiated alluvial and glacial drift Quaternary aquifer layers.

4.4.4 Protection for USDWs

The Fox Hills—Hell Creek aquifer system is the lowest USDW in the AOR. The injection zone (Broom Creek Formation) and the lowest USDW (Fox Hills—Hell Creek aquifer system) are isolated geologically and hydrologically by multiple impermeable rock layers consisting of shale and siltstone formations (Figure 4-6). The primary seal of the injection zone is the Permian-aged Spearfish and the Jurassic-aged Piper, Rierdon, and Swift Formations, all of which overlie the Broom Creek Formation. These formations will isolate Broom Creek Formation fluids from migrating upward to the next permeable interval, the Inyan Kara Formation.

Above the Swift is the confined saltwater aquifer system of the Inyan Kara Formation, which extends across much of the Williston Basin. The Inyan Kara will be monitored for temperature and pressure changes in the injection well (MAG 1) and the monitoring well (MAG 2). The Pierre Formation is the thickest shale formation in the area of investigation and the primary geologic barrier between the USDWs and the Inyan Kara. The geologic strata overlying the injection zone consist of multiple impermeable rock layers that are free of transmissive faults or fractures and provide adequate isolation of the USDWs from CO₂ injection activities in the area of investigation.

4.5 References

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5.0 TESTING AND MONITORING PLAN

5.0 TESTING AND MONITORING PLAN

This testing and monitoring plan includes 1) a plan for analyzing the injected CO₂ stream, 2) leak detection and corrosion-monitoring plans for surface facilities and well components of the CO₂ injection system, 3) a well-testing and logging plan, and 4) an environmental monitoring and verification plan to ensure CO₂ is stored safely and permanently in the storage reservoir. The combination of the foregoing monitoring efforts is used to verify that the geologic storage project is operating as permitted and is protecting all USDWs. Another goal of this testing and monitoring plan is to establish baseline conditions at the Blue Flint CO₂ storage project site, including but not limited to the injection and monitoring wellbores, soil gas, groundwaters from surface to lowest USDW (Fox Hills Aquifer¹), and the storage reservoir complex. An overview of the testing and monitoring efforts is provided in Table 5-1.

Blue Flint will review this testing and monitoring plan at a minimum of every 5 years to ensure the monitoring and verification strategies remain appropriate for demonstrating containment of CO₂ in the storage reservoir and conformance with predictive modeling and simulations. If needed, amendments to this testing and monitoring plan (e.g., technologies applied, frequency of testing, etc.) will be submitted to the NDIC for approval. Results of pertinent analyses and data evaluations conducted as part of this testing and monitoring plan will be compiled and reported as required.

Details of the individual efforts for this testing and monitoring plan are provided in the remainder of this section and in Section 6 (Postinjection Site Care and Facility Closure Plan).

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¹ The Fox Hills Aquifer underlying the Blue Flint CO₂ storage project site and western North Dakota is a confined aquifer system that does not receive measurable flow from overlying aquifers or the underlying Pierre Shale. The overlying confining layer in the Hell Creek Formation comprises impermeable clays, and the underlying Pierre Shale serves as the lower confining layer (Trapp and Croft, 1975). Recharge occurs hundreds of miles to the southwest in the Black Hills of South Dakota, where the corresponding geologic layers are exposed at the surface. Flow within the aquifer is to the east with a rate on the order of single feet per year. Groundwater in the Fox Hills Aquifer at the Blue Flint CO₂ storage project site is geochemically stable, as it is isolated from its source of recharge and does not receive other sources of recharge (Fischer, 2013). The aquifer itself is a quartz-rich sand and is not known to contain reactive mineralogy. Minimal geochemical variation can be expected to occur across the site, attributable to minor variations in the geologic composition of the aquifer sediments.

Table 5-1. Overview of Blue Flint's Testing and Monitoring Plan

	Monitoring Type	Equipment/Testing	Target Area
	CO ₂ Stream Analysis	Compositional and isotopic testing	CO ₂ liquefaction outlet at the capture facility
nitoring	Surface Facilities Leak Detection	CO ₂ detection stations on flowline risers and wellheads, pressure gauges, dual flowmeters, and SCADA* system	Flowline from capture facility to injection wellhead
Surface Monitoring	Flowline Corrosion Detection	Flow-through corrosion coupon system	Flowline from capture facility to injection wellhead
Sur	Continuous Recording of Injection Pressure, Rate, and Volume	Surface pressure-temperature gauges and flowmeters installed at the capture facility and injection wellhead with shutoff alarms	Surface-to-reservoir (CO ₂ injection well)
itoring	External Mechanical Integrity Testing	Ultrasonic imaging tool (USIT) or electromagnetic casing inspection log and distributed temperature sensing (DTS)	Well infrastructure
Wellbore Monitoring	Internal Mechanical Integrity Testing	Tubing-conveyed pressure—temperature gauges, surface digital gauges, and annulus pressure testing	Well infrastructure
Wellbo	Downhole Corrosion Detection	Flow-through corrosion coupon system	Well materials
ing	Atmosphere	CO ₂ detection stations outside injection wellhead enclosure and gas analyzer sample blanks at soil gas profile stations	Well pads
Monitor	Near Surface	Compositional and isotopic analysis of soil gas and shallow groundwater down to the Fox Hills	Vadose zone and lowest USDW
nental	Above-Zone Monitoring Interval	DTS and pulsed-neutron logs (PNLs) over the Inyan Kara and Spearfish intervals	Downhole tubing and casing strings
Environmental Monitoring	Direct Reservoir	DTS, PNLs, tubing-conveyed bottomhole pressure-temperature-(BHP/T) gauges, and pressure falloff testing	Storage reservoir
H	Indirect Reservoir	Time-lapse 2D seismic and surface seismometer stations	Entire storage complex

^{*} Supervisory control and data acquisition.

5.1 CO₂ Stream Analysis

Prior to injection, Blue Flint determined the chemical content of the captured CO₂ stream via laboratory testing performed by Salof, Ltd. The chemical content is 99.98% dry CO₂ (by volume) and 0.02% other chemical components, as specified in Table 5-2. The CO₂ stream will be sampled at the liquefaction outlet quarterly and analyzed using methods and standards generally accepted by industry to determine its chemical and physical characteristics, including composition, corrosiveness, temperature, and density.

Table 5-2. Chemical Content of the captured CO₂

Chemical Content	Volume %
Carbon Dioxide	99.98
Water, Oxygen, Nitrogen, Hydrogen	Trace amounts of
Sulfide, C ₂ ⁺ , and Hydrocarbons	each (0.02 total)
Total	100.00

5.2 Surface Facilities Leak Detection Plan

The purpose of this leak detection plan is to monitor the surface facilities from the liquefaction outlet to the injection wellsite during the operational phase of the Blue Flint CO₂ storage project. Figure 5-1 is a map showing the surface facilities layout. Figure 5-2 illustrates a generalized flow diagram of surface connections from the liquefaction outlet to the MAG 1 injection wellsite.

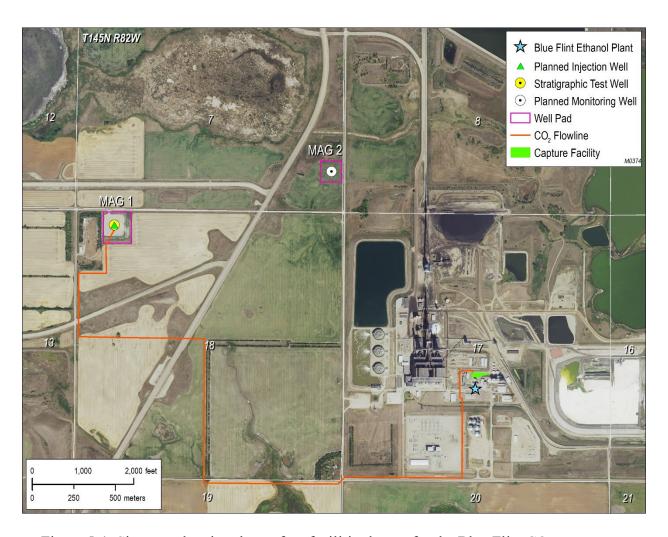


Figure 5-1. Site map showing the surface facilities layout for the Blue Flint CO₂ storage project.

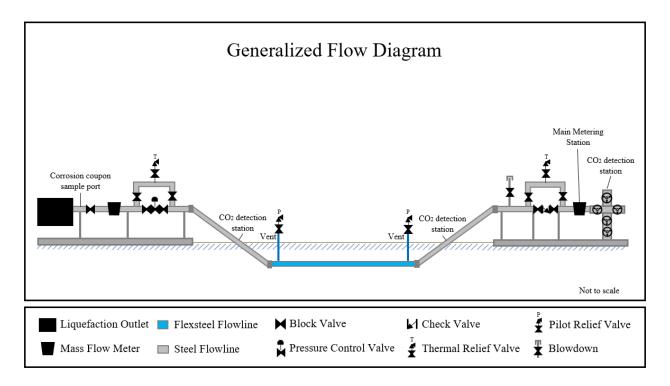


Figure 5-2. Diagram of surface connections and major components of the CCS system from the liquefaction outlet to the MAG 1 wellsite.

Surface components of the injection system, including the flowline and CO₂ injection wellhead, will be monitored with leak detection equipment. The flowline will be monitored continuously via dual flowmeters located at the liquefaction outlet and near the wellhead for performing mass balance calculations. The flowline will also be regularly inspected for any visual or auditory signs of equipment failure and monitored continuously with one pressure gauge at the capture facility outlet and one at the wellhead. CO₂ detection stations will be located on the flowline risers and the CO₂ injection wellhead. The leak detection equipment will be integrated with automated warning systems that notify Blue Flint's operations center, giving the operator the ability to remotely close the valves in the event of an anomalous reading.

Performance targets designed for the Blue Flint CO₂ storage project to detect potential leaks in the flowline are provided in Table 5-3. The performance targets are dependent upon the actual performance of instrumentation (e.g., pressure gauges) and the SCADA system (described further in Attachment A-1 of Appendix C), which uses software to track the status of the flowline in real time by comparing live pressure and flow rate data to a comprehensive predictive model. The performance targets assume a flow rate of approximately 550 metric tons of CO₂ per day. An alarm will trigger on the SCADA system if a volume deviation of more than 1% is registered.

Table 5-3. Performance Targets for Detecting Leaks in Surface Equipment with SCADA

Leak Size, Mscfpd*	Detection Time, minutes
10	<2
>1	<5
<1 and >0.5	<60

^{*} Thousand standard cubic feet per day.

 CO_2 detection stations will be mounted on the inside of the wellhead enclosures to detect any potential indoor leaks. An additional CO_2 detection station will be mounted outside the injection wellhead enclosure to detect any potential atmospheric leaks at the wellsite. The stations can detect CO_2 concentrations as low as 2% by volume and have an integrated alarm system for increases of from 0% to 0.4% and 0.4% to 0.8% by volume. The stations are further described in Appendix C (Attachment A-2).

Field personnel will have multigas detectors with them for wellsite visits or flowline inspections to detect potential leaks from the equipment. The multigas detectors will primarily monitor CO₂ levels in workspace atmospheres.

Any defective equipment will be repaired or replaced and retested, if necessary. A record of each inspection result will be kept by the site operator and maintained until project completion and be made available to NDIC upon request. Any detected leaks at the surface facilities shall be promptly reported to NDIC.

5.3 Flowline Corrosion Prevention and Detection Plan

The purpose of this corrosion prevention and detection plan is to monitor the flowline and well materials during the operational phase of the project to ensure that all materials meet the minimum standards for material strength and performance.

5.3.1 Corrosion Prevention

The chemical composition of the CO₂ stream is highly pure and dry (Table 5-2), and the target moisture level for the CO₂ stream is estimated to be up to 12 ppm by volume. These factors help to prevent corrosion of the surface facilities. In addition, the flowline construction materials will be CO₂-resistant in accordance with API 17J (2017) requirements. The flowline will be constructed using FlexSteel, a 3-layer flexible steel pipe product. The inner and outer layers contain a CO₂-resistant polyethylene liner, and the middle layer comprises reinforcing steel. FlexSteel product specifications can be found in Appendix C (Attachment A-3).

5.3.2 Corrosion Detection

The flowline will use the corrosion coupon method to monitor for corrosion throughout the operational phase of the project, focusing on the loss of mass, thickness, cracking, and pitting as well as other visual signs of corrosion of the materials of interest. A coupon sample port will be located near the liquefaction outlet, and sampling will occur quarterly during the first year of injection and once a year thereafter. The process that will be used to conduct each coupon test is described in Appendix C under Section 1.3.

5.4 Wellbore Mechanical Integrity Testing

External mechanical integrity in the CO₂ injection well (MAG 1) and deep monitoring well (MAG 2) will be demonstrated with the following:

- 1) A USIT (described in Attachment A-4 of Appendix C), in combination with variable-density and cement bond logs will be used to establish the baseline external mechanical integrity behind the injection casing. The USIT log or another casing inspection logging (CIL) method will be run during well workovers but no less than once every 5 years.
- 2) DTS installed in the long-string casing will continuously monitor the temperature profile of the wellbore from the storage reservoir to surface.
- 3) A baseline temperature log will be run in case DTS fails and temperature log data are needed in the future.

Internal mechanical integrity in the MAG 1 and MAG 2 will be demonstrated with the following:

- 1) A tubing-casing annulus pressure test prior to injection and during well workovers but no less than once every 5 years. The tubing-casing annulus pressure will be continuously monitored with a surface digital pressure gauge at each wellhead.
- 2) The tubing pressure will be continuously monitored with tubing-conveyed BHP/T gauges and a digital surface pressure gauge.
- 3) USIT or another method may be used during well workovers but no less than once every 5 years.

Table 5-4 summarizes the foregoing mechanical integrity testing plan. Blue Flint will conduct an initial annulus pressure test to confirm the mechanical integrity of the tubing-casing annulus and confer with NDIC to confirm the annulus pressure test procedure satisfies all regulatory requirements prior to conducting the test.

Table 5-4. Overview of Blue Flint's Mechanical Integrity Testing Plan

Activity	Baseline Frequency*	Operational Frequency (20-year period)		
External Mechanical Integrity Testing				
USIT or alternative CIL	Acquire baseline in MAG 1 and MAG 2.	Perform during well workovers but no less than once every 5 years.		
DTS	Install at completion of MAG 1 and MAG 2.	Continuous monitoring.		
Temperature Logging	Acquire baseline in MAG 1 and MAG 2.	Perform annually but only as a backup if DTS fails.		
Internal Mechanical Integrity Testing				
Tubing-Casing Annulus Pressure Testing	Perform in MAG 1 and MAG 2 prior to injection. Install digital surface pressure gauges.	Perform during well workovers but no less than once every 5 years. Digital surface pressure gauges will monitor annulus pressures continuously.		
Surface and Tubing- Conveyed BHP/T Gauges	Install gauges in the MAG 1 and MAG 2 prior to injection.	Gauges will monitor temperatures and pressures in the tubing continuously.		
USIT or alternative CIL	Acquire baseline in MAG 1 and MAG 2.	Perform no more than once every 5 years during well workovers.		

^{*} The baseline monitoring effort has been initiated as of the writing of this permit application.

5.5 Well Testing and Logging Plan

Table 5-5 describes the testing and logging plan developed for the MAG 1 wellbore (exclusive of any coring) to establish baseline conditions. Included in the table is a description of fluid sampling and pressure testing performed. The logging and testing plan for the MAG 2 wellbore will be the same as what is presented in Table 5-5, with the addition of a PNL but excluding dipole, elemental capture spectroscopy (ECS), fluid swab, and FMI. Table 5-4 and Table 5-6 (see Section 5.7) detail the frequency with which logging data will be acquired and in which wellbores throughout the operational period of the project.

Wellbore data collected from MAG 1 have been integrated with the geologic model and to inform the reservoir simulations that are used to characterize the initial state of the reservoir before injection operations (Section 3). The simulated CO₂ plume extents informed the timing and frequency of the application of the direct and indirect monitoring methods of the testing and monitoring plan.

Table 5-5. Testing and Logging Plan for the MAG 1 Wellbore

Table 5-5. Testing and Logging Plan for the MAG 1 Wellbore OH/CH* NDAC					
Depth, ft	Logging/Testing	Justification	§ 43-05-01		
Deptii, it	Logging, 1 coung	Surface Section	3 10 00 01		
OH 1340-0	Triple combo (resistivity, bulk density, density and neutron porosity, GR, caliper, and spontaneous potential [SP])	Quantified variability in reservoir properties such as resistivity and lithology. Identified the wellbore volume to calculate the required cement volume.	11.2(1)(b)(1)		
CH 1260-0	Ultrasonic, casing collar locator (CCL), variable-density log (VDL), GR, and temperature log	Identified cement bond quality radially. Interpreted minor cement channeling throughout several isolated intervals and determined good azimuthal cement coverage and zonal isolation.	11.2(1)(b)(2)		
		Intermediate Section			
OH 4170- 1334	Triple Combo (laterolog resistivity, bulk density, density and neutron porosity, GR, caliper, and SP)	Quantified variability in reservoir properties such as resistivity and lithology. Identified the wellbore volume to calculate the required cement volume. Provided input for enhanced geomodeling and predictive simulation of CO ₂ injection into the interest zones to improve test design and interpretations. Generated core-log correlations.	11.2(1)(c)(1)		
OH 4170- 1334	Dipole sonic	Identified mechanical properties in intermediate section.	11.2(1)(c)(1)		
OH 4170- 3070	Dielectric scanner	Quantified petrophysical properties and salinity calculations within the intermediate zones (Inyan Kara Formation). Provided information on rock properties and fluid distribution as inputs for reservoir evaluation and management.	11.2(4)		
CH 4070-30	Ultrasonic, CCL, VDL, GR, and temperature log	Identified cement bond quality radially. Interpreted good azimuthal cement coverage and casing condition. Evaluated the cement top and zonal isolation.	11.2(1)(c)(2)		
		Long-string Section			
OH 7068-4163	Triple combo (laterolog resistivity, bulk density, density and neutron porosity, GR, caliper, and SP)	Quantified variability in reservoir properties such as resistivity and lithology. Identified the wellbore volume to calculate the required cement volume.	11.2(1)(c)(1)		
OH 7556-4163	Dipole sonic	Identified mechanical properties of the rock including stress anisotropy. Provided compression and shear waves for seismic tie in and quantitative analysis of seismic data.	11.2(1)(c)(1)		
OH 5250-4250	Fullbore FMI	Verified no fracture networks exist in the Broom Creek Formation or confining layers to ensure safe storage of CO ₂ .	11.2(1)(c)(1)		
OH 4741 and 4735	BHP/T survey	Measured Broom Creek Formation pressure and temperature in the wellbore.	11.2(2)		
OH 4740-4733	Fluid swab	Collected fluid sample from the Broom Creek Formation for analysis.	11.2(2)		
CH** TBD	Ultrasonic, CCL, VDL, and GR	Will identify cement bond quality radially and determine azimuthal cement coverage. Will evaluate the cement top and zonal isolation.	11.2(1)(b)(2)		

^{*} OH/CH – openhole/cased-hole

** Planned activity at the time of writing this permit to be completed prior to injection.

5.6 Wellbore Corrosion Prevention and Detection Plan

To prevent corrosion of the well materials, the following preemptive measures will be implemented in the MAG 1 and MAG 2 wellbores: 1) cement in the injection well opposite the injection interval and extending 1850 feet uphole will be CO₂-resistant; 2) the well casing will also be CO₂-resistant from the bottomhole to a depth just above the Spearfish Formation (upper confining zone); 3) the well tubing (poly-lined) will be CO₂-resistant from the injection interval to surface; 4) the packer (Ni-Plated) will be CO₂-resistant; and 5) the packer fluid will be an industry standard corrosion inhibitor.

To detect possible signs of corrosion in the MAG 1 and MAG 2, corrosion coupon samples will be used which will be constructed from the well materials. The corrosion coupon method is described in Section 5.3.2 of this testing and monitoring plan. In addition, the USIT or an equivalent wall thickness or imaging tool (e.g., EM CIL) may also be considered for detecting corrosion in the MAG 1 and MAG 2 wellbores. The USIT (or equivalent tool) may be used during workovers but no less than every 5 years.

5.7 Environmental Monitoring Plan

To verify the injected CO₂ is contained in the storage reservoir and to protect all USDWs, multiple environments will be monitored.

The surface atmosphere environment will be monitored via air sampling at soil gas profile stations installed near the MAG 1 and MAG 2 and a CO₂ detection station installed outside the injection wellhead enclosure.

The near-surface environment will be monitored via soil gas profile stations, shallow groundwater wells, and one dedicated Fox Hills Formation (lowest USDW) monitoring well.

The deep subsurface environment, defined as the region from below the lowest USDW to the base of the storage reservoir, will be monitored with multiple methods, starting with the above-zone monitoring interval (AZMI) or the geologic interval from the Spearfish Formation to the Inyan Kara Formation. The AZMI will be monitored with DTS in the MAG 1 and MAG 2 as well as PNLs in the MAG 2 (further described in Attachment A-5 of Appendix C).

The storage reservoir will be monitored with both direct and indirect methods. Direct methods include DTS and BHP/T measurements in the MAG 1 and MAG 2, as well as PNLs in the MAG 2. Indirect methods include time-lapse seismic and passive seismicity. During injection operations, pressure falloff testing to demonstrate storage reservoir injectivity in the MAG 1 wellbore will be carried out at least once every 5 years. These efforts will provide additional assurance that surface and near-surface environments are protected and that the injected CO₂ is safely and permanently stored in the storage reservoir.

Table 5-6 summarizes the environmental baseline and operational monitoring plans for the Blue Flint CO₂ storage project. Further details regarding these efforts are provided in the remainder of this section of the testing and monitoring plan.

Table 5-6. Summary of Environmental Baseline and Operational Monitoring

	V	e and Operational Monitoring			
Activity	Baseline Frequency*	Operational Frequency (20-year period)			
Atmosphere					
Wellsite (workplace) Atmosphere Sampling (Figures 5-3 and 5-4)	At start-up, install CO ₂ detection stations placed outside well enclosures at the MAG 1 location.	Stations provide continuous monitoring of CO ₂ conditions at the well pad.			
Ambient Atmosphere Sampling (Figure 5-4)	Sample 3–4 events at each soil gas probe location (SG-1 through SG-5) prior to injection.	Sample 3–4 events per year at each soil gas profile station (SGPS 1 and SGPS 2). Sampling will piggyback on the planned soil gas			
	Soil Gas Monit	monitoring plan (described below).			
	Sample 3–4 events per probe	Sample 3–4 events per year at each soil gas			
Soil Gas Sampling (Figures 5-3 through 5-5)	location (i.e., SG-1 through SG-5) prior to injection.	profile station (i.e., SGPS 1 and SGPS 2).			
	Perform concentration and isotopic testing on all samples.	Perform concentration and periodic isotopic testing on all samples.			
	Shallow Ground	lwater			
Up to 5 Stock Wells (3 Operated by Falkirk Mining Company)	Sample 3-4 events per well prior to injection.	Shift sampling program to the dedicated Fox Hills monitoring well near the MAG 1 well.			
(Figure 5-5)	Perform water quality and isotopic testing on all samples.				
	Lowest USD	DW			
Dedicated Fox Hills	Sample 3–4 events per well.	Sample 3–4 events per well annually.			
Monitoring Well Sampling at MAG 1	Perform water quality and	Perform water quality and periodic isotopic			
(Figure 5-5)	isotopic testing on all samples	testing on all samples.			
	AZMI				
DTS	Install during completion of MAG 1 and MAG 2.	Monitor temperature changes continuously in the MAG 1 and MAG 2.			
	Perform in MAG 2 prior to injection.	Collect PNL in MAG 2 at Year 4 and every 5 years thereafter until end of injection.			
PNL	Run log from the Spearfish Formation through the Inyan Kara Formation to establish	Run log from the Spearfish Formation through the Inyan Kara Formation to confirm containment in the storage reservoir.			
	baseline conditions.	. (dino ad)			
	Storage Reservoir Install during completion of	Monitor temperature changes continuously in			
DTS	the MAG 1 and MAG 2.	the MAG 1 and MAG 2.			
PNL	Perform in MAG 2 prior to injection.	Collect PNL in MAG 2 at Year 4 and every 5 years thereafter until end of injection.			
	Run log from the Amsden Formation through the Spearfish Formation to establish baseline conditions.	Run log from the Amsden Formation through the Spearfish Formation to determine the Broom Creek Formation's saturation profile.			
BHP/T Readings	Install BHP/T gauges over the storage reservoir in MAG 1 and MAG 2 prior to injection.	Collect BHP/T readings continuously from the storage reservoir in MAG 1 and MAG 2.			
Pressure Falloff Testing	Conduct once prior to injection.	Perform at least once every five years.			

^{*} The baseline (preinjection) monitoring effort has not yet begun as of the writing of this permit application.

Continued...

Table 5-6. Summary of Environmental Baseline and Operational Monitoring (continued)

Activity	Baseline Frequency	Operational Frequency (20-year period)			
Storage Reservoir (indirect)					
Time-Lapse 2D Seismic	Collect baseline fence 2D	Repeat 2D seismic survey in Year 1 and Year 4.			
Surveys (Figure 5-5)	seismic survey.	At Year 4 following the start of injection,			
, ,	•	reevaluate frequency based on plume growth			
		and seismic results.			
Passive Seismicity Monitoring (Figure 5-7)	Utilize existing U.S.	Utilize existing U.S. Geological Survey's			
	Geological Survey's network.	network and supplement with additional			
		equipment as necessary.			

5.7.1 Atmospheric Monitoring

Figures 5-3 and 5-4 illustrate the planned well pad design at MAG 1 and MAG 2 and the locations of the CO_2 detection stations that will be used to monitor workspace atmospheres to ensure a safe work environment. As mentioned in Section 5.2 of this testing and monitoring plan, field personnel will be equipped with multigas detectors with them for wellsite visits or flowline inspections to detect potential leaks as an added safety precaution.

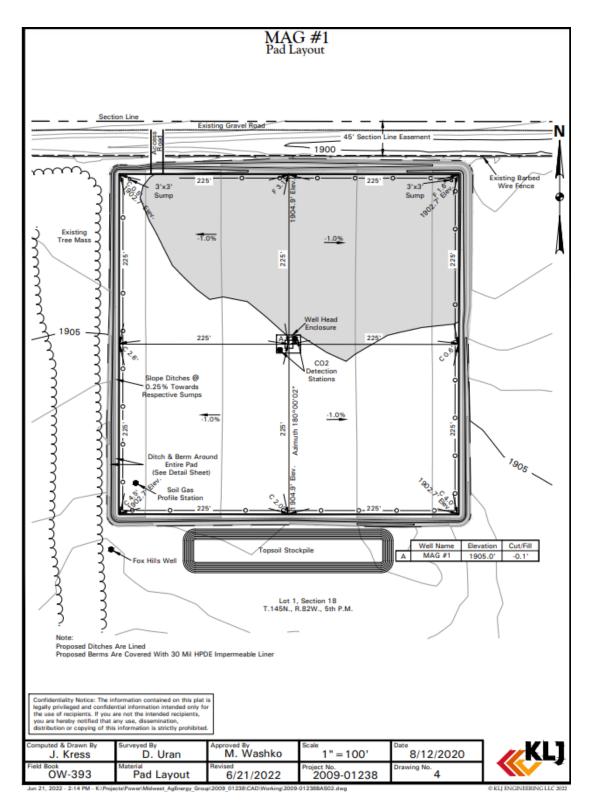


Figure 5-3. Well pad design for the MAG 1 CO₂-injection well. Indicated on the drawing are the locations of the CO₂ detection stations for atmospheric monitoring at the wellsite, the locations of the soil gas profile stations, and the Fox Hills Formation monitoring well.

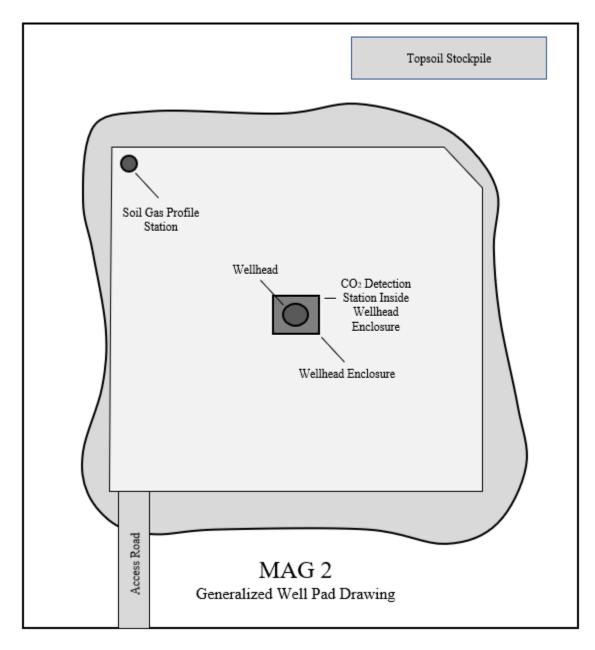


Figure 5-4. Well pad design for the MAG 2 deep monitoring well. Indicated on the drawing are the location of the CO₂ detection station as well as the location of the soil gas profile station.

Ambient atmospheric samples will be obtained quarterly at each of the soil gas profile stations (later described in Section 5.6.2). Field personnel collecting the soil gas samples will use a handheld soil gas analyzer to obtain an atmospheric sample to calibrate the instrument before obtaining soil gas measurements, and measurements of ambient N₂, CO₂, and O₂ will be recorded. QA/QC (quality assurance/quality control) methods regarding ambient air sampling are provided in Appendix C.

5.7.2 Soil Gas and Groundwater Monitoring

Blue Flint plans to initiate soil gas sampling (Figure 5-5) in September 2022 to establish baseline conditions at the Blue Flint CO₂ storage project site and anticipates completing the sampling program by July 2023. Soil gas will be sampled via semi-permanent probe stations at five locations (SG-1 through SG-5) within the predicted 20-year CO₂ plume boundary 3-4 times prior to injection. Once injection begins, the soil gas sampling frequency will remain the same but shift to two soil gas profile stations to be installed: one soil gas profile station near the MAG 1 (SGPS 1); one soil gas profile station near the MAG 2 (SGPS 2).

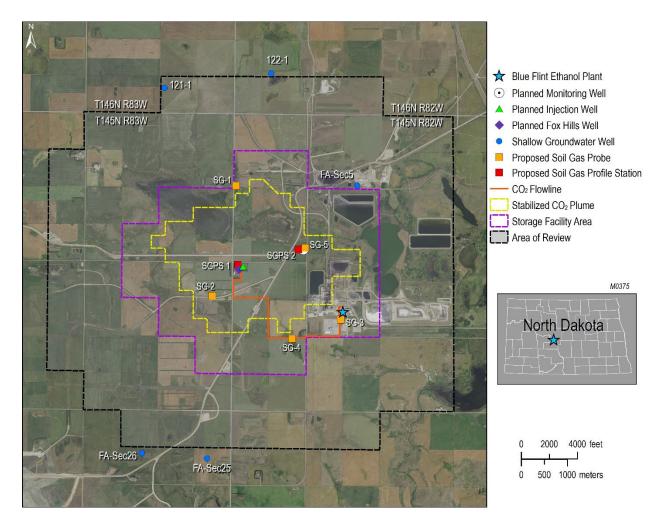


Figure 5-5. Blue Flint's planned baseline and monitoring program for soil gas, shallow groundwater aquifers, and the Fox Hills Aquifer.

Soil gas analytes will include concentrations of CO_2 , O_2 , and N_2 as well as isotopic ratios for $^{13}CO_2$, $^{14}CO_2$, $\delta^{13}C_1$, and δD_{C_1} (further described in Appendix C). The results of the soil gas sampling program will be provided to NDIC prior to injection.

Blue Flint also plans to initiate a baseline groundwater sampling program in up to five existing shallow groundwater (stock) wells within 1 mile of the AOR, collecting 3-4 samples from each well prior to injection. In addition, Blue Flint will drill one dedicated Fox Hills Formation (lowest USDW) monitoring well near the MAG 1 well and acquire samples at the same frequency (Figure 5-5). Once injection begins, groundwater sampling will only occur at the dedicated Fox Hills monitoring well, collecting samples 3-4 times annually. Sample frequencies are further described in Table 5-6, and water analytes will include pH, conductivity, total dissolved solids, and alkalinity as well as major cations/anions and trace metals (further described in Appendix C). A state-certified laboratory analysis will be provided to NDIC prior to injection for all groundwater testing.

Water chemistry reports from active groundwater monitoring sites that are within or near the AOR and operated by the Falkirk Mining Company are provided in Appendix B.

5.7.3 Deep Subsurface Monitoring

Blue Flint will implement direct and indirect methods to monitor the location, thickness, and distribution of the free-phase CO₂ plume and associated pressure relative to the permitted storage reservoir. The time frame of these monitoring efforts will encompass the entire life cycle of the injection site, which includes the preoperational (baseline), operational, and postoperational periods.² The methods described in Table 5-6 will be used to characterize the CO₂ plume's saturation and pressure within the AOR.

Blue Flint will employ an adaptive management approach to implementing the testing and monitoring plan by completing periodic reviews of the testing and monitoring plan (Ayash and others, 2017) at least once every 5 years. During each review, monitoring and operational data will be analyzed, and the AOR will be reevaluated. Based on this reevaluation, it will either be demonstrated that 1) no amendment to the testing and monitoring program is needed or 2) modifications are necessary to ensure proper monitoring of storage performance is achieved moving forward. This determination will be submitted to NDIC for approval. Should amendments to the testing and monitoring plan be necessary, they will be incorporated into the permit following approval by NDIC. Over time, monitoring methods and data collection may be supplemented or replaced as advanced techniques are developed.

Monitoring and operational data will be used to evaluate conformance between observations and history-matched simulation of the CO₂ plume and pressure distribution relative to the permitted geologic storage facility. If significant variance is observed, the monitoring and operational data will be used to calibrate the geologic model and associated simulations. The monitoring plan will be adapted to provide suitable characterization and calibration data as necessary to achieve such conformance. Subsequently, history-matched predictive simulation and model interpretations will, in turn, be used to inform adaptations to the monitoring program to demonstrate lateral and vertical containment of the injected CO₂ within the permitted geologic storage facility.

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² Monitoring efforts for the postinjection period are described in Section 6: "Postinjection Site Care and Facility Closure Plan."

5.7.3.1 AZMI Monitoring

Prior to injection, Blue Flint will acquire PNL data in the MAG 2 well from the storage reservoir (Broom Creek Formation) up through the Spearfish Formation (upper confining zone) and Inyan Kara Formation (upper dissipation interval) (see Figure 2-2 for stratigraphic reference). PNLs will be run in MAG 2 at Year 4 and then every five years thereafter until the end of injection. These time-lapse saturation data will be used to monitor for CO₂ saturation in the AZMI (i.e., first few formations above the storage reservoir) as an assurance-monitoring technique to monitor the performance of the storage reservoir complex. Monitoring of the overlying interval can provide an early warning of out-of-zone migration of fluids, providing sufficient time for the development and implementation of mitigation strategies to ensure these migrating fluids do not impact a USDW or reach the surface.

5.7.3.2 Direct Reservoir Monitoring

DTS fiber installed in the MAG 1 and MAG 2 will directly monitor the temperature in the storage reservoir continuously. BHP/T readings will also be continuously recorded in the MAG 1 and MAG 2 wellbores via tubing-conveyed gauges. To track the migration of the CO₂ plume in the subsurface, PNLs will be performed in the MAG 2 at Year 4 and every five years thereafter until the end of CO₂ injection. The temperature and saturation profiles collected over the storage reservoir will provide information about the uniformity of CO₂ injectivity within the injection interval. The pressure data will be used primarily to ensure the pressure differential in the Broom Creek Formation conforms to numerical simulations.

5.7.3.3 Indirect Reservoir Monitoring

Indirect monitoring at the Blue Flint CO₂ storage project will include time-lapse 2D seismic surveys and passive seismicity monitoring. These indirect monitoring methods are described below and presented in Table 5-6.

To track the extent of the CO₂ plume within the storage reservoir over time, a 2D seismic survey was selected. The fence design was preferred over an alternative geometry (e.g., radial lines extending in all directions from the MAG 1 well location) or a 3D seismic acquisition for managing field logistics because of nearby active mining activities. Figure 5-6 illustrates the proposed 2D seismic survey that will be acquired prior to injection, in Year 1 of injection, and then in Year 4 of injection. At Year 4 of injection, the seismic survey design and frequency will be reevaluated. If necessary, the time-lapse seismic monitoring plan will be adapted based on updated simulations of the predicted extents of the CO₂ plume, including extending the 2D lines to capture additional data as the CO₂ plume expands. Repeat 2D seismic surveys will demonstrate conformance between the reservoir model simulation and site performance and monitor the evolution of the CO₂ plume. Because the fiber installed in the MAG 1 and MAG 2 wellbores will be capable of collecting distributed acoustic sensing (DAS) information (Figures 9-1 and 9-3), Blue Flint may also evaluate the feasibility of performing vertical seismic profiles (VSPs) to track the migration of the free-phase CO₂ plume in the storage reservoir.

Blue Flint plans to utilize the U.S. Geological Survey (USGS) existing seismicity network to monitor for seismic events larger than magnitude 2.7 in or near the AOR to inform the ERRP (emergency and remedial response plan) (Section 7) as an added safety precaution. Figure 5-7 provides the locations of existing USGS seismicity stations in North Dakota and the surrounding region.

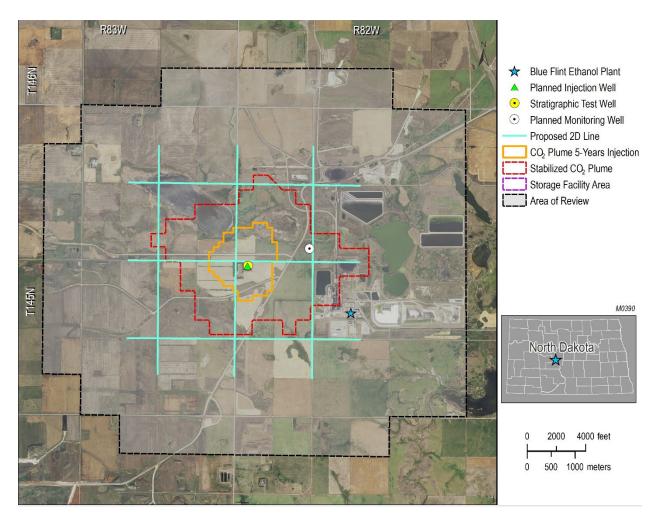


Figure 5-6. Locations of the proposed 2D seismic lines for the fence design near the MAG 1 well to establish a baseline and monitoring for the Blue Flint CO₂ storage project during Years 1–4 of injection.

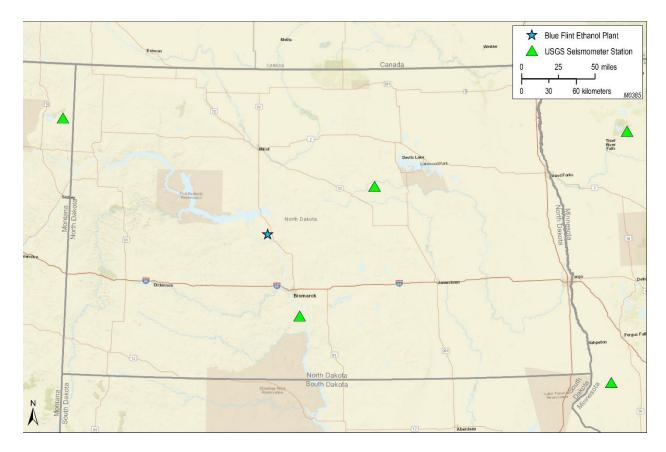


Figure 5-7. Locations of USGS seismometer stations in North Dakota and the surrounding region.

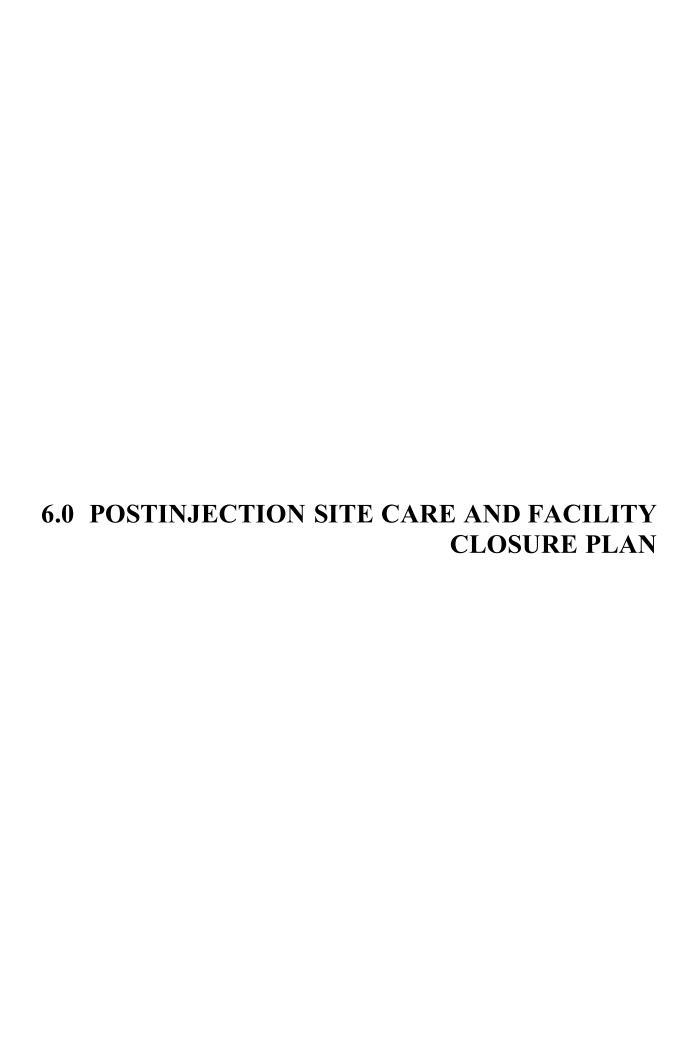
5.8 References

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6.0 POSTINJECTION SITE CARE AND FACILITY CLOSURE PLAN

This postinjection site care (PISC) and facility closure plan describes the activities that Blue Flint will perform following the cessation of CO₂ injection to achieve final closure of the site. A primary component of this plan is a postinjection monitoring program that will provide evidence that the injected CO₂ plume is stable (i.e., CO₂ migration will be unlikely to move beyond the boundary of the storage facility area). Based on simulations of the predicted CO₂ plume movement following the cessation of CO₂ injection, it is projected that the CO₂ plume will stabilize within the storage facility area boundary (Section 3.0). Based on these observations, a minimum postinjection monitoring period of 10 years is planned to confirm these current predictions of the CO₂ plume extent and postinjection stabilization. However, monitoring will be extended beyond 10 years if it is determined that additional data are required to demonstrate a stable CO₂ plume. The nature and duration of that extension will be determined based on an update of this plan and NDIC approval.

In addition to Blue Flint executing this postinjection monitoring plan, the CO₂ injection well will be plugged as described in the plugging plan of this permit application (Section 10.0). All surface equipment not associated with long-term monitoring will be removed, and the surface land of the site will be reclaimed to as close as is practical to its original condition. Following the plume stability demonstration, a final assessment will be prepared to document the status of the site for submission as part of a site-closure report.

6.1 Predicted Postinjection Subsurface Conditions

6.1.1 Pre- and Postinjection Pressure Differential

Model simulations were performed to estimate the change in pressure in the Broom Creek Formation during injection operations and after the cessation of CO₂ injection. The simulations were conducted for 20 years of CO₂ injection at a rate of 200,000 metric tons per year, followed by a PISC period of 10 years.

Figure 6-1 illustrates the predicted pressure differential at the conclusion of CO₂ injection. At the time that CO₂ injection operations have stopped, the model predicts an increase in the pressure of the reservoir, with a maximum pressure differential of up to 120 psi at the location of the CO₂ injection well. There is insufficient pressure increase caused by CO₂ injection to move more than 1 cubic meter of formation fluids from the storage reservoir to the lowest USDW. The details of this pressure evaluation are provided as part of the AOR delineation of this permit application (Section 3.0).

Figure 6-2 illustrates the predicted gradual pressure decrease following the cessation of CO₂ injection, with the pressure at the injection well at the end of the PISC period anticipated to decrease 80 to 100 psi as compared to the pressure at the time CO₂ injection was terminated. This trend of decreasing pressure in the storage reservoir is anticipated to continue over time until the pressure of the storage reservoir approaches in situ reservoir pressure conditions.

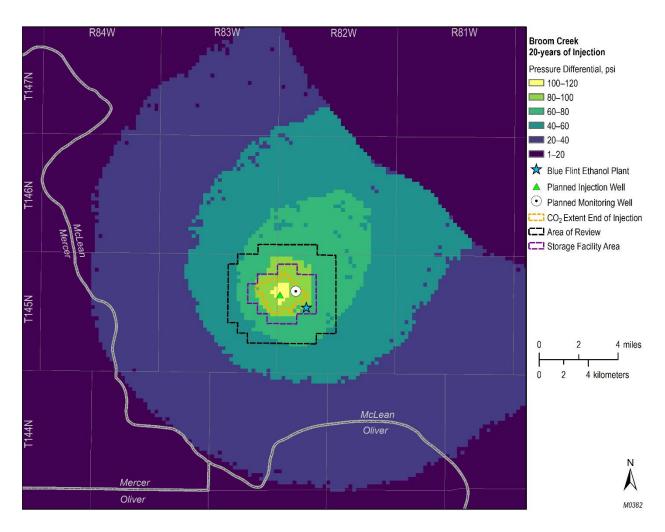


Figure 6-1. Predicted pressure increase in storage reservoir following 20 years of $\rm CO_2$ injection at a rate of 200,000 metric tons per year.

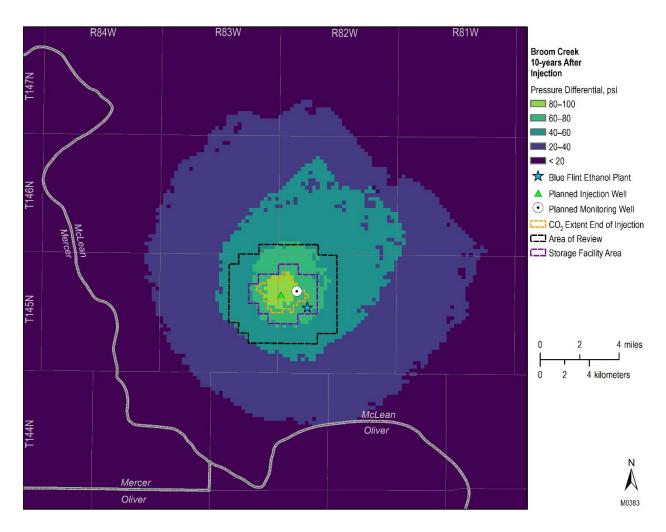


Figure 6-2. Predicted pressure decrease in the storage reservoir over a 10-year period following the cessation of CO₂ injection.

6.1.2 Predicted Extent of CO₂ Plume

Figure 6-2 illustrates the extent of the CO₂ plume following the planned 10-year PISC period (also called the stabilized plume), which is based on numerical simulation predictions. The results of these simulations predict that 99% of the separate-phase CO₂ mass would be contained within an area of 2.96 mi² at the end of CO₂ injection. As shown in Figure 6-2, the areal extent of the CO₂ plume is not predicted to change substantially over the planned PISC period.

Additional simulations beyond the 10-year PISC period were also performed and predict that at no time will the boundary of the stabilized plume at the site, which is shown in Figure 6-2, extend beyond the boundary of the storage facility area. If such a determination can be made following the planned 10-year PISC period, the CO₂ plume will meet the definition of stabilization as presented in NDCC § 38-22-17(5)(d) and qualify the geologic storage site for receipt of a certificate of project completion.

6.2 Postinjection Testing and Monitoring Plan

A summary of the postinjection testing and monitoring plan that will be implemented during the 10-year postinjection period is provided in Tables 6-1 and 6-2. Table 6-1 includes a plan to monitor wellbore stability (mechanical integrity and corrosion monitoring plans) and assumes the MAG 1 wellbore will be plugged after injection ceases and that the MAG 2 wellbore will monitor the storage reservoir until site closure. Table 6-2 summarizes environmental monitoring efforts to track the CO₂ plume in the storage reservoir and protect USDWs.

Table 6-1. Overview of Blue Flint's PISC MAG 2 Mechanical Integrity Testing and Corrosion Monitoring Plan

Activity Postinjection Frequency (10-year period)			
External Mechanical Integrity Testing			
DTS	Continuous monitoring.		
USIT or Electromagnetic	Perform during well workovers but no less than		
Casing Inspection Log	once every 5 years.		
Internal	Mechanical Integrity Testing		
Tubing-Casing Pressure	Perform during well workovers but not more		
Testing	frequently than once every 5 years.		
	Digital surface gauges will monitor tubing and		
	annulus pressures continuously.		
Surface and Tubing-	Gauges will monitor temperatures and		
Conveyed BHP/T Gauges	pressures in the tubing continuously.		
Corrosion Monitoring			
USIT or Electromagnetic	Perform during well workovers but no less than		
Casing Inspection Log	once every 5 years.		

6.2.1 Soil Gas and Groundwater Monitoring

Six soil gas-monitoring locations (i.e., two SGPSs and four soil probe locations) will be sampled during the proposed PISC period. Additionally, one dedicated monitoring well in the Fox Hills Formation (i.e., lowest USDW) near the MAG 1 well will be sampled. Figure 6-3 identifies the locations of the soil gas-monitoring locations and the dedicated Fox Hills Formation monitoring well. All samples will likely be analyzed for the same list of parameters as described in the testing and monitoring plan (Section 5.0); however, the final target list of analytical parameters may be reduced for the PISC period based on an evaluation of the monitoring results that are generated during the 20-year injection period of the storage operations. Additional sampling of groundwater in the PISC period may occur on active and accessible shallow groundwater wells within the AOR.

Table 6-2. Overview of Blue Flint's PISC Monitoring Plan

Table 6-2. Overview of Blue Flint's PISC Monitoring Plan				
Activity Postinjection Frequency (10-year period)				
	Soil Gas			
SGPSs (SGPS01 and SGPS02) (Figure 6-3)	Sample SGPS01 prior to MAG 1 reclamation. Sample SGPS02 annually until site closure.			
Soil Gas Probe Locations (SG01 to SG04) (Figure 6-3)	Sample soil gas probe locations at the start of the PISC period and prior to site closure.			
(=38.12.10)	Shallow Groundwater			
Shallow Groundwater Wells	Sampling may be performed on active and accessible shallow groundwater wells in the AOR prior to site closure.			
	Lowest USDW			
Dedicated Fox Hills Monitoring Well near the MAG 1 (Figure 6-3)	Sample the dedicated Fox Hills monitoring well annually until site closure.			
Above-Zone M	Ionitoring Interval (AZMI) Monitoring			
DTS	Continuous monitoring			
PNL	Perform PNL in the MAG 2 well annually from the Spearfish up through the Inyan Kara until the nearwellbore environment reaches full CO ₂ saturation (anticipated during the injection stage). Reduce frequency to every 4 years thereafter.			
	Storage Reservoir (direct)			
DTS PNL	Continuous monitoring Perform PNL in the MAG 2 well annually until the near-wellbore environment reaches full CO ₂ saturation (anticipated during the injection stage). Reduce frequency to every 4 years thereafter.			
Storage Reservoir (indirect)				
2D Time-Lapse Seismic (Figure 6-4)	Actual design and frequency to be determined based on reevaluations of the testing and monitoring plan (Section 5.0) and migration of the CO ₂ plume over time.			
Passive Seismicity	USGS seismic network, supplemented with additional stations as needed.			

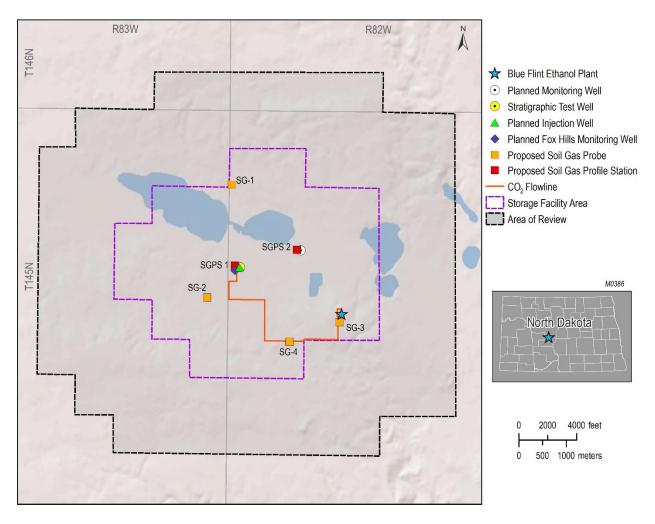


Figure 6-3. Soil gas- and groundwater well-sampling locations included in the PISC monitoring program.

6.2.2 CO₂ Plume Monitoring

The design and frequency of the 2D time-lapse seismic survey will depend on how the CO₂ plume is migrating and the results of the adaptive management approach (Section 5.6.3). As stated in Table 5-6 and Section 5.6.3.3 of the testing and monitoring plan, the 2D seismic survey design and frequency will be repeatedly reevaluated and updated as necessary starting in Year 4 of injection.

Existing seismicity stations and the network maintained by the USGS (Figure 5-7) will be used to monitor for any seismic events that may occur during the postinjection period of the Blue Flint CO₂ storage project.

6.3 Schedule for Submitting Postinjection Monitoring Results

All PISC-monitoring data and monitoring results will be submitted to NDIC in annual reports. These reports will be submitted within 60 days of the anniversary date on which the CO₂ injection ceased.

The annual reports will contain information and data generated during the reporting period, including seismic data acquisition, formation monitoring data, soil gas and groundwater sample analytical results, and simulation results from updated site models and numerical simulations.

6.3.1 PISC Plan

Blue Flint will submit a final site closure plan and notify NDIC at least 90 days prior to its intent to close the site. The site closure plan will describe a set of closure activities that will be performed, following approval by NDIC, at the end of the PISC period. Site closure activities will include the plugging of all wells that are not planned for continued use in monitoring the closed site; the decommissioning of storage facility equipment, appurtenances, and structures (e.g., buildings, gravel pads, access roads, etc.) not associated with monitoring; the reclaiming of the surface land of the site to as close as is practical to its original condition; and abandonment of flowlines pursuant to NDAC Section 43-02-03-34.1.

Any flowlines buried less than 3 feet below final contour will be removed (e.g., the planned flowline segment at the capture facility on Blue Flint Ethanol property and the above-ground portion of the flowline at the injection wellsite). Associated costs during the PISC period are outlined in Section 12, which include the type and frequency of monitoring as well as equipment costs, plugging of the injection well, and site reclamation.

As part of the PISC monitoring and closure plan and in accordance with NDAC 43-05-01-19(5), the MAG 1 injection well will be plugged and abandoned and the injection well pad will be reclaimed. Reclamation of the MAG 1 well and the injection pad includes wellhead removal, sump removal, pad reclamation (rock removal and soil coverage), fencing removal, reseeding, reclamation of the flowline at the injection pad, and the P&A of SGPS01.

The dedicated Fox Hills monitoring well adjacent to the MAG 1 injection wellsite will remain, at a minimum, until site closure. At the time of site closure, NDIC and Blue Flint will decide if the Fox Hills well adjacent to the MAG 1 wellsite will be plugged and abandoned with the site location reclaimed or if the ownership of the Fox Hills well will transfer to the State.

6.3.2 Site Closure Plan

To comply with NDAC 43-05-01-19(2), the MAG 2 well will be used for deep subsurface monitoring during the PISC period and will be plugged and abandoned as part of site closure activities. Reclamation of the MAG 2 well and well pad at site closure includes wellhead removal, pad reclamation (rock removal and soil coverage), fencing removal, reseeding, and the P&A of SGPS02.

As part of the final assessment, Blue Flint will work with NDIC to determine which wells and monitoring equipment will remain and transfer to the State for continued postclosure monitoring. The dedicated Fox Hills monitoring well drilled adjacent to the MAG 1 injection well

and soil gas profile stations may transfer ownership to the State or a third party, pending NDIC review and approval of the PISC plan and final assessment pursuant to 43-05-01-19. Cost estimates for the PISC and closure periods can be found in Section 12 in the scenario that transfer to the State or a third party does not occur.

6.3.3 Submission of Site Closure Report, Survey, and Deed

A site closure report will be prepared and submitted to NDIC within 90 days of the execution of the PISC and facility closure plan. This report will provide NDIC with a final assessment that documents the location of the stored CO_2 in the reservoir, describes its characteristics, and demonstrates the stability of the CO_2 plume in the reservoir over time. The site closure report will also document the following:

- Plugging records of the injection well and monitoring well.
- Location of the sealed injection well and monitoring well on a plat survey that has been submitted to the local zoning authority.
- Notifications to state and local authorities as required by NDAC § 43-05-01-19.
- Records regarding the nature, composition, and volume of the injected CO₂.
- Postinjection monitoring records.

At the same time, Blue Flint will also provide NDIC with a copy of an accurate plat certified by a registered surveyor that has been submitted to the county recorder's office designated by NDIC. The plat will indicate the location of the injection well and monitoring well relative to permanently surveyed benchmarks pursuant to NDAC § 43-05-01-19.

Lastly, Blue Flint will record a notation on the deed (or any other title search document) to the property on which the injection well and monitoring well were located pursuant to NDAC § 43-05-01-19.

7.0	EMERGEN	CY AND R	EMEDIAL	RESPONSE
				PLAN

7.0 EMERGENCY AND REMEDIAL RESPONSE PLAN

Blue Flint Sequester Company LLC (Blue Flint) and Blue Flint Ethanol LLC, operator of the Blue Flint Ethanol (BFE) facility, will enter into an agreement whereby Blue Flint employees, contractors and agents are required to follow the BFE facility emergency action plans, including, but not limited to, the BFE facility response plan. This emergency and remedial response plan (ERRP) for the geologic storage project 1) describes the local resources and infrastructure in proximity to the project site; 2) identifies events that have the potential to endanger USDWs during the construction, operation, and postinjection site care periods of the geologic storage project, building upon the screening-level risk assessment (SLRA); and 3) describes the response actions that are necessary to manage these risks to USDWs. In addition, the integration of the ERRP with the existing BFE facility response plan and risk management plan (and incorporated into the BFE Integrated Contingency Plan [ICP]) is described, emphasizing the facility response team and command structure, facility evacuation plans, HazMat (hazardous materials) capabilities, and emergency communication plans. Lastly, procedures are presented for regularly conducting an evaluation of the adequacy of the ERRP and updating it, if warranted, over the lifetime of the geologic storage project. Copies of this ERRP are available at the Blue Flint's office and the BFE facility.

7.1 Background

CO₂ produced at the BFE facility will be captured and geologically stored in close proximity to the plant location (see Table 7-1 for a listing of relevant BFE environmental permits). The projected composition of the captured gas is 99.98% dry CO₂ (by volume), with trace quantities (0.02% by volume) of water, nitrogen, oxygen, hydrogen sulfide, C₂⁺ and hydrocarbons. Figure 5-1 identifies the BFE facility location, as well as the planned capture facility, the CO₂ flowline, and the CO₂ injection well (MAG 1) and monitoring well (MAG 2). The well locations, including latitudes and longitudes, are provided below (Table 7-2).

Table 7-1. Environmental Permits Issued to BFE

Permit	Permit Number	Issuing Agency
Risk Management Plan	10000098136	EPA
Facility Response Plan	FRP08D0017	EPA
Air Permit to Operate – Title V	AOP-28450 V2.0	NDDEQ
Industrial Storm Water Permit	NDR05-0000	NDDEQ
Alcohol Fuel Producer Permit	AFP-ND-15003	ATF

Table 7-2. Well Name and Location Information for the CO₂ Injection Well (MAG 1) and Monitoring Well (MAG 2) of the Geologic Storage Operations

Well Name	Purpose	NDIC File No.	Quarter/Quarter	Section	Township	Range	Latitude	Longitude
MAG 1	CO ₂ Injection Well	37833	Lot 1	18	145N	82W	47.385185	101.182135
MAG 2	Monitoring Well	TBD*	SE4	19	145N	82W	TBD	TBD

^{*} TBD = to be determined

The primary Blue Flint contacts for the geologic storage project and their contact information are listed in Table 7-3.

Table 7-3. Primary Blue Flint Project Contacts

	_	Contact Information
Individual	Title	Office Phone Number
Jeff Zueger	CEO	(701) 442-7501
Adam Dunlop	Director – Regulatory & Technical Services	(701) 442-7503
Travis Strickland	Plant Manager	(701) 442-7502
Jeff Martian	Process Engineer	(701) 442-7512

Contact names and information for the complete facility response team (Table 7-6) as well as key local emergency organizations/agencies (Table 7-8) and specific contractors and equipment vendors able to respond to potential leaks or loss of containment (Table 7-9) are provided in a separate section of this ERRP (Section 7.6, Emergency Communications Plan).

7.2 Local Resources and Infrastructure

Local resources in the vicinity of the geologic storage project that may be impacted as a result of an emergency event include: 1) the holding ponds associated with the Coal Creek Station (owned by Rainbow Energy Center); 2) the Weller Slough and Turtle Lake Aquifers; and 3) the Falkirk Mining Company leased mine land, including reclaimed mine land.

The infrastructure in the vicinity of the project that may be impacted as a result of an emergency event is shown in Figure 5-1, and includes: 1) BFE facility; 2) the CO₂ injection wellhead (MAG 1) and the monitoring wellhead (MAG 2); 3) nearby commercial and residential structures; and 4) the CO₂ flowline. Figure 3-20 shows land use within the area of review (AOR), including commercial, residential, and public lands, if any, as required in NDAC § 43-05-01-13.

7.3 Identification of Potential Emergency Events

7.3.1 Definition of an Emergency Event

An emergency event is an event that poses an immediate, or acute, risk to human health, resources, or infrastructure and requires a rapid, immediate response. This ERRP focuses on emergency events that have the potential to move injection fluid or formation fluid in a manner that may endanger USDWs or lead to an accidental release of CO₂ to the atmosphere during the construction, operation or postinjection site care project periods.

7.3.2 Potential Project Emergency Events and Their Detection

The SLRA for the project developed a list of potential technical project risks (i.e., a risk register) which were placed into the following six technical risk categories:

- 1. Injectivity
- 2. Storage capacity
- 3. Containment lateral migration of CO₂

- 4. Containment pressure propagation
- 5. Containment vertical migration of CO₂ or formation water brine via injection wells, other wells, or inadequate confining zones
- 6. Natural Disasters (induced seismicity)

Based on a review of these technical risk categories, a list of the geologic storage project events that could potentially result in the movement of injection fluid or formation fluid in a manner that may endanger a USDW and require an emergency response was developed for inclusion in this ERRP. These events and means for their detection are provided in Table 7-4.

In addition to the foregoing technical project risks, the occurrence of a natural disaster (e.g., naturally occurring earthquake, tornado, lightning strike, etc.) also represents an event for which an emergency response action may be warranted. For example, an earthquake or weather-related disaster (e.g., tornado or lightning strike) has the potential to result in injection well problems (integrity loss, leakage, or malfunction) and may also disrupt surface and subsurface storage operations. These events are addressed in the BFE emergency response plans and will be extended to the geologic storage operations.

7.4 Emergency Response Actions

The response actions that will be taken to address the events listed in Table 7-4, as well as potential natural disasters, will follow the same protocol. This protocol consists of the following actions:

- The facility response plan qualified individual (QI) (see Section 7.6, Emergency Communications Plan) will be notified immediately and, as soon as practical and within 24 hours, of that notification, make an initial assessment of the severity of the event (i.e., does it represent an emergency event?) to ensure all necessary steps have been taken to identify and characterize any release pursuant to NDAC Section 43-05-01-13(2)(b).
- If determined to be an emergency event, the QI or designee shall notify the NDIC Department of Mineral Resources (DMR) Underground Injection Control (UIC) program director (see Section 7.6, Emergency Communications Plan, Table 7-7) within 24 hours of the emergency event determination (pursuant to NDAC § 43-05-01-13) and implement the emergency communications plan.
- Following these actions, the geologic storage project operator will:
 - 1. Initiate a project shutdown plan and immediately cease CO₂ injection. (However, in some circumstances, the operator may, in consultation with the NDIC DMR UIC Program director, determine whether gradual or temporary cessation of injection is more appropriate).
 - 2. Shut in the CO₂ injection well (close flow valve).
 - 3. Vent CO₂ from surface facilities.
 - 4. Limit access to the wellhead to authorized personnel only, equipped with appropriate personal protection equipment (PPE).

Table 7-4. Potential Project Emergency Events and Their Detection

Table 7-4. Potential Project Emergency Events and Their Detection			
Potential Emergency Events	Detection of Emergency Events		
Failure of CO ₂ Flowline from Capture System to CO ₂ Injection Wellhead	• Computational flowline continuous monitoring and leak detection system (LDS). Instrumentation at both ends of the flowline for each injection well collects pressure, temperature, and flow data. The LDS software uses the pressure readings and flow rates in and out of the line to produce a real-time model and predictive model. By monitoring deviations between the real-time model and the predictive model, the software detects flowline leaks.		
	 Frozen ground at leak site may be observed. CO₂ monitors located on the flowline risers detect a release of CO₂ from the flowline connection and/or wellhead. 		
Integrity Failure of Injection or Monitoring Well	 Pressure monitoring reveals wellhead pressure exceeds the shutdown pressure specified in the permit. Annulus pressure indicates a loss of external or internal well containment. Mechanical integrity test results identify a loss of mechanical integrity. CO₂ monitors located inside and outside the enclosed wellhead building detect a release of CO₂ from the wellhead. 		
Monitoring Equipment Failure	Failure of monitoring equipment for wellhead pressure,		
of Injection Well	temperature, and/or annulus pressure is detected.		
Storage Reservoir Unable to Contain the Formation Fluid or Stored CO ₂	Elevated concentrations of indicator parameter(s) in soil gas, groundwater, and/or surface water sample(s) are detected.		

- 5. If warranted, initiate the evacuation of the BFE plant and associated geologic storage project facilities in accordance with the facility response plan and communicate with local emergency authorities to initiate evacuation plans of nearby residents.
- 6. Perform the necessary actions to determine the cause of the event and, in consultation with the NDIC DMR UIC program director, identify and implement appropriate emergency response actions (see Table 7-5, for details regarding the specific actions that will be taken to determine the cause and, if required, mitigation of each of the events listed in Table 7-4).

Table 7-5. Actions Necessary to Determine Cause of Events and Appropriate Emergency Response Actions

Failure of CO ₂ Flowline from the CO ₂ Capture System to CO ₂ Injection Wellhead	 The CO₂ release and its location will be detected by the LDS and/or CO₂ wellhead monitors, which will trigger a BFE alarm, alerting plant system operators to take necessary action. If warranted, initiate an evacuation plan in tandem with an
	appropriate workspace and/or ambient air-monitoring program near the location of failure to monitor the presence of CO ₂ and its natural dispersion following the shutdown of the flowline using practices similar to those used to develop the risk management plan.
	• The flowline failure will be inspected to determine the root cause of the flowline failure.
	• Repair/replace the damaged flowline, and if warranted, put in place the measures necessary to eliminate such events in the future.
Integrity Failure of Injection or Monitoring Well	Monitor well pressure, temperature, and annulus pressure to verify integrity loss and determine the cause and extent of failure.
	Identify and implement appropriate remedial actions to repair damage to the well (in consultation with the NDIC DMR UIC program director).
	• If subsurface impacts are detected, implement appropriate site investigation activities to determine the nature and extent of these impacts.
	• If warranted based on the site investigations, implement appropriate remedial actions (in consultation with the NDIC DMR UIC program director).
Monitoring Equipment Failure of Injection Well	Monitor well pressure, temperature, and annulus pressure (manually, if necessary) to determine the cause and extent of failure.
	• Identify and, if necessary, implement appropriate remedial actions (in consultation with the NDIC DMR UIC program director).

Continued . . .

Table 7-5. Actions Necessary to Determine Cause of Events and Appropriate Emergency Response Actions (continued)

Storage Reservoir Unable to
Contain the Formation Fluid or
Stored CO ₂

- Collect a confirmation sample(s) of groundwater from the Fox Hills monitoring well, and soil gas profile station, and analyze the samples for indicator parameters (see Testing and Monitoring Plan in Section 5.0 of the SFP application).
- If the presence of indicator parameters is confirmed, develop (in consultation with the NDIC DMR UIC program director) a case-specific work plan to:
 - 1. Install additional monitoring points near the impacted area to delineate the extent of impact:
 - a. If a USDW is impacted above drinking water standards, arrange for an alternate potable water supply for all users of that USDW.
 - b. If a surface release of CO₂ to the atmosphere is confirmed, initiate an evacuation plan, if warranted, in tandem with an appropriate workspace and/or ambient air-monitoring program at the appropriate incident boundary to monitor the presence of CO₂ and its natural dispersion following the termination of CO₂ injection following practices similar to those used to develop the risk management plan.
 - c. If surface release of CO₂ to surface waters is confirmed, implement appropriate surface water-monitoring program to determine if water quality standards are exceeded.
 - 2. Proceed with efforts, if necessary, to a) remediate the USDW to achieve compliance with drinking water standards (e.g., install system to intercept/extract brine or CO₂ or "pump and treat" the impacted drinking water to mitigate CO₂/brine impacts) and/or b) manage surface waters using natural attenuation (i.e., natural processes, e.g., biological degradation, active in the environment that can reduce contaminant concentrations) or active treatment to achieve compliance with applicable water quality standards.
- Continue all remediation and monitoring at an appropriate frequency (as determined by BFE management designee and the NDIC DMR UIC program director) until unacceptable adverse impacts have been fully addressed.

Continued...

Table 7-5. Actions Necessary to Determine Cause of Events and Appropriate Emergency Response Actions (continued)

response rections (continued)	
Natural Disasters (seismicity)	• Identify when the event occurred and the epicenter and magnitude of the event.
	If magnitude is greater than 2.7:
	Determine whether there is a connection with injection activities.
	Demonstrate all project wells have maintained mechanical integrity.
	3. If a loss of CO ₂ containment is determined, proceed as described above to evaluate, and if warranted, mitigate the loss of containment.
Natural Disasters	Monitor well pressure, temperature, and annulus pressure to verify well status and determine the cause and extent of any failure.
	• If warranted, perform additional monitoring of groundwater, surface water, and/or workspace/ambient air to delineate extent of any impacts.
	• If impacts or endangerment are detected, identify and implement appropriate response actions in accordance with the facility response plan (in consultation with the NDIC DMR UIC program director).

7.5 Response Personnel/Equipment and Training

7.5.1 Response Personnel and Equipment

All BFE plant and geologic storage project personnel will have undergone hazardous waste operations and emergency response (HAZWOPER) training in accordance with guidelines produced and maintained by the Occupational Safety and Health Administration (OSHA) (OSHA 29 Code of Federal Regulations [CFR] § 1910.120). In addition, assistance has been secured from local (Washburn and Underwood, North Dakota) and McLean County emergency services to implement this ERRP (see Table 7-6).

Equipment (including appropriate PPE) needed in the event of an emergency and remedial response will vary, depending on the emergency event. Response actions (e.g., cessation of injection, well shut-in, and evacuation) will generally not require specialized equipment to implement. However, when specialized equipment (such as a drilling rig or logging equipment or potable water hauling, etc.) is required, the Director – Regulatory & Technical Services (see Table 7-3) shall be responsible for its procurement, including maintenance of the list of contractors and equipment vendors (see Section 7.6, Emergency Communications Plan).

7.5.2 Staff Training and Exercise Procedures

BFE will integrate the training of the emergency response personnel of the geologic storage project into the standard operating procedures and plant operations training programs, which are described in the ICP. Periodic training will be provided, not less than annually, to protect all necessary plant and project personnel. The training efforts will be documented in accordance with the requirements of the BFE plans which, at a minimum, will include a record of the trainee name, date of training, type of training (e.g., initial or refresher), and instructor name. BFE will also work with local emergency response personnel to perform coordinated training exercises associated with potential emergency events such as a significant release of CO₂ to the atmosphere.

7.6 Emergency Communications Plan

An incident command system is identified in the facility response plan that specifies the organization of a facility response team and team member roles and responsibilities in the event of an emergency. The organizational structure of this system is provided below, along with the identification and contact information of each member of the facility response team (see Table 7-6).

The following table contains the contact information for designated QIs.

Table 7-6. Internal Emergency Notification Phone List

		Response		
		Time	Emergency	
Team Member	Phone Number	(hours)	Responsibility	Level of Training
Travis Strickland	H: 701-462-3937	24	QI	Initial Facility
Plant Manager	C: 701-202-7107			Response Plan,
				Training Elements for
				Oil Spill Response and
				National Preparedness
				for Response Exercise
				Program (PREP)
Adam Dunlop,	H: 701-250-4893	24	QI	Initial Facility
Director –	C: 701-527-5198			Response Plan,
Regulatory &				Training Elements for
Technical Services				Oil Spill Response and
				National Preparedness
				for Response Exercise
				Program (PREP)
Jeff Martian	W:701-442-7512	24		BFE Employee spill
Process Engineer	C: 605-201-1587			response training
Cory Gullickson	W: 701-442-7506	24	Assistant QI	BFE Employee spill
Maintenance	C: 701-391-2306			response training
Manager				
Alyssa Hollinshead	W:701-442-7519	24		BFE Employee spill
HSE Coordinator	C: 970-581-0510			response training
Shift Lead	W: 701-442-7520	24	Assistant QI	BFE Employee spill
				response training

Table 7-7. NDIC DMR UIC Contact

Company	Service	Location	Phone
NDIC DMR	Class VI/CCUS Supervisor	Bismarck, ND	701.328.8020

The QI or designee is responsible for establishing and maintaining communications with appropriate off-site persons and/or agencies, including, but not limited to, the following:

Table 7-8. Off-site Emergency Notification Phone List

701.462.8103
701.462.8558
701.442.5224
701.462.8431
701.442.5696
701.442.5751
701.462.8103
701.327.2447
701.327.2447
800.222.1222
701.462.3389
701.448.2331
701.530.7000
701.323.6000
701.462.8541
833.997.7455

^{*} Those persons/agencies above marked with an asterisk have received a copy of the BFE emergency response action plan.

Table 7-9. Potential Contractor and Services Providers

Company	Service	Phone
Clean Harbors	Oil spill Removal Organization	701.774.2201
	(OSRO), Collection, & Storage	
Garner Environmental	OSRO & Spill Cleanup Services	855.774.1200
Services		

Lastly, the facility response plan contact list also includes addresses and contact information for the neighboring facilities and occupied residences located within a 1-mile radius of geologic storage project. Because indicated local and regional emergency agencies (Table 7-8) are provided a copy of the facility response plan, the QI or designee may rely upon emergency agency assistance when it is necessary and appropriate to alert the applicable neighboring facilities and residents in order to allow the operator to focus time and resources on response measures (see also Section 7.4 [5]).

7.7 ERRP Review and Updates

This ERRP shall be reviewed:

- At least annually following its approval by NDIC.
- Within 1 year of AOR reevaluation.
- Within a prescribed period (to be determined by NDIC) following any significant changes to the project, e.g., injection process, the injection rate, etc.
- As required by NDIC DMR.

If the review indicates that no amendments to the ERRP are necessary, BFE will provide the documentation supporting the "no amendment necessary" determination to the UIC program director.

If the review indicates that amendments to the ERRP are necessary, amendments shall be made and submitted to NDIC as soon as reasonably practicable, but in no event later than 1 year following the commencement of a review.



8.0 WORKER SAFETY PLAN

Blue Flint Sequester Company LLC (Blue Flint) and Blue Flint Ethanol LLC, operator of the Blue Flint Ethanol (BFE) facility, will enter into an agreement whereby Blue Flint employees, contractors and agents are required to follow the BFE facility worker safety plans. BFE facility maintains and implements a plantwide safety program that meets all state and federal requirements for worker safety protections, including OSHA and the National Fire Protection Association (NFPA). This program is described in the BFE safety plan, which includes a list of training programs that are currently in place and the frequency with which they will be reviewed and, if necessary, updated.

The CO₂ safety training program of BFE facility identifies the dangers of CO₂ and requires all employees and visitors to wear the proper PPE and to perform their duties in ways that prevent the discharge of CO₂. Project personnel will participate in annual safety training to include familiarization with operating procedures and equipment configurations that are appropriate to their job assignment as well as ERRP procedures, equipment, and instrumentation. New personnel, if appropriate, will receive similar instruction prior to beginning their work. Lastly, contractors and visitors will undergo an orientation that ensures all persons on-site are trained and aware of the dangers of CO₂. Initial training will be conducted by, or under the supervision of, the safety director or his designated representative, and all trainers will be thoroughly familiar with the project operations plan and ERRP.

Refresher training will be conducted at least annually for all project personnel. Monthly briefings will be provided to operations personnel according to their respective responsibilities and will highlight recent operating incidents, lessons learned based on actual experience in operating the equipment, and recent storage reservoir-monitoring information.

Only personnel who have been properly trained will participate in the project activities of drilling, construction, operations, and equipment repair. A record including the person's name, date and type of training, and the signatures of the trainee and instructor will be maintained.

9.0 WELL CASING AND CEMENTING PROGRAM

9.0 WELL CASING AND CEMENTING PROGRAM

Blue Flint plans to reenter and convert MAG 1 (API 3305500196, File No. 37833) into a CO₂ injection well, complying with NDIC Class VI underground injection control (UIC) injection well construction requirements. The targeted injection horizon is the Broom Creek Formation. The project includes the installation of a monitoring well, MAG 2, to monitor and record real-time pressure and temperature data and monitor CO₂ saturations as well as utilize the data for history matching in the modeling and simulations, as required in the testing and monitoring plan.

9.1 CO₂ Injection Well – MAG 1 Well Casing and Cementing Programs

The MAG 1 well was permitted and drilled as a stratigraphic test well on October 11, 2020, under NDIC governance. The original well design was to drill the entire stratigraphic column from surface to the Precambrian formation to characterize potential storage reservoirs and seals for CO₂ geological sequestration.

The surface and intermediate wellbore sections were drilled, logged, cased, and cemented without major operational issues. The 13.375-in. surface casing was set at 1,330 ft, with a 10.75-in. intermediate casing set at 4,163 ft. While drilling the 9.5-in. long-string interval, severe lost circulation events were encountered at the Interlake (8,120 ft) and Red River (8,708 ft) Formations. The drilling reached a depth of 9,213 ft when a lost circulation event caused the drill pipe and bottomhole assembly (BHA) to get stuck. Unsuccessful fishing operations were performed, resulting in a section of drill pipe and the BHA, the "fish," in the wellbore from 7,575 to 9,072 ft.

The well was conditioned from the base of the intermediate casing to the top of the fish, and the sidewall cores and electronic logs were conducted for characterization of the Broom Creek Formation as well as the associated confining formations. Upon completion of the coring and logging, the wellbore was temporarily plugged and abandoned. Because of the inability to reach total depth, cement plugs were set across the following intervals: 1) a CO₂-resistant cement plug from 7,566 to 6,531 ft, 2) a conventional cement plug from 4,729 to 4,374 ft, and 3) a cast iron bridge plug (CIBP) set in the 10.75-in. intermediate casing at 4,090 ft and topped with five sacks of conventional cement.

On May 13, 2022, the well was reentered by drilling out the CIBP and the upper cement plug at 4,729 ft. A new CO₂-resistant cement plug was set from 4,815 to 5,480 ft to isolate the Madison Formation group in order to collect representative fluid samples and measure the reservoir pressure in the Broom Creek Formation. The reservoir pressure and temperature values were captured, and fluid samples were collected by swabbing the well. The well was temporarily abandoned on June 7, 2022, with a CIBP set at 4,080 ft and topped with ten sacks of conventional cement, as shown in Figure 9-1, for a current, as-constructed wellbore schematic of the MAG 1 well.

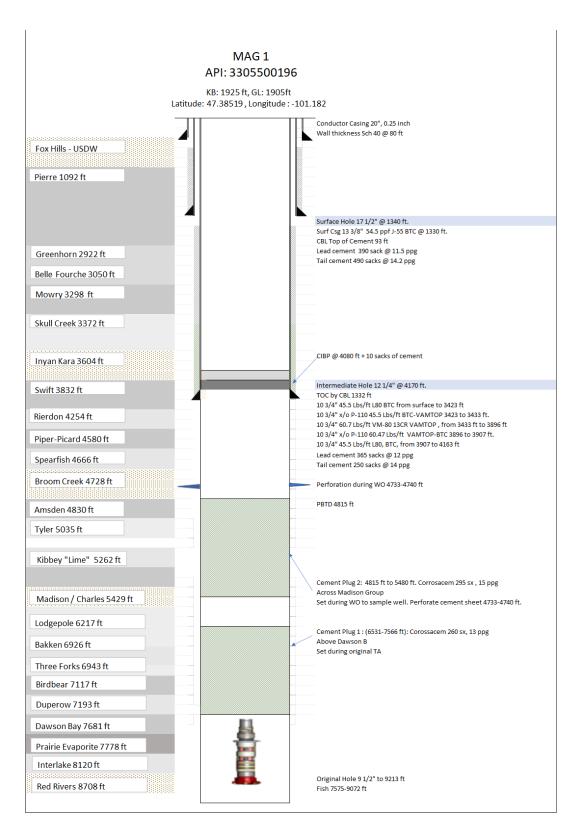


Figure 9-1. MAG 1 as-constructed wellbore schematic. Note: top of cement (TOC), workover (WO).

To convert the existing stratigraphic wellbore into a CO₂ injection well, Blue Flint plans to reenter the MAG 1 well, drill out the CIBP and Cement Plug 2 from 4,815 to 5,150 ft, condition the open hole, install and cement 7-in. long-string casing from surface to 5,150 ft. The Broom Creek Formation will be perforated, and injection will be performed by setting injection tubing and packer above the Broom Creek perforations, as shown in Figure 9-2, the proposed design for the conversion of MAG 1 to a CO₂ injection well.

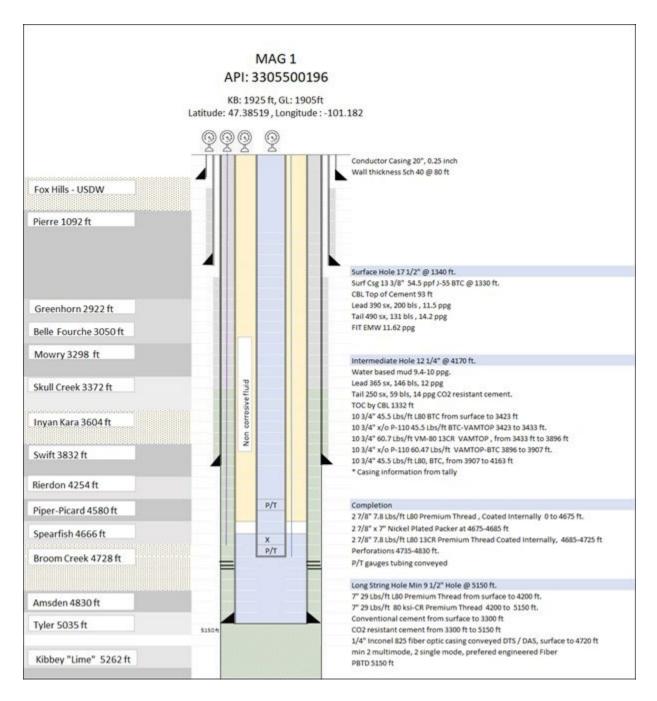


Figure 9-2. MAG 1 Proposed wellbore schematic as a CO₂ injection well. Casing-conveyed fiber-optic cable shown in purple from surface to the Broom Creek Formation.

Tables 9-1 through 9-4 provide the casing and cement programs for the MAG 1 drilling program as of October 11, 2020, which demonstrate compliance of the executed well construction program with NDAC \S 43-05-01-09 and \S 43-05-01-09(2) for conversion into a CO₂ storage injection well.

Table 9-1. CO₂ Injection Well MAG 1 – Well Information

Well Name:	MAG 1	NDIC No.:		API No.:	3305500196
County:	McLean	State:	ND	Operator:	Midwest AgEnergy Group, LLC
Location:	Sect. 18, T145N R82W	Footages:	295 FNL 740 FWL	Total Depth:	9,213 ft

FNL: From the north line. FWL: From the west line.

Table 9-2. CO₂ Injection Well MAG 1 – Casing Program

	Hole Size,	Casing	Weight,			Top Depth,	Bottom Depth,	
Section	in.	o.d., in.	lb/ft	Grade	Connection*	ft	ft	Objective
Surface	171/2	133/8	54.5	J55	BTC	0	1,330	Isolate Fox Hills
Intermediate	121/4	$10\frac{3}{4}$	45.5	L80	BTC	0	3,433	Isolate Inyan Kara
Intermediate	121/4	103/4	60.7	VM-80 13CR	VAM TOP	3,433	3,907	Isolate Inyan Kara
Intermediate	121/4	103/4	45.5	L80	BTC	3,907	4,163	Isolate Inyan Kara
Long String	91/2	7	29	L80	Premium	0	4,200	
Long String	91/2	7	29	L80 CR13	Premium	4,200	5,150	Injection target

BTC: Buttress.

Table 9-3. CO₂ Injection Well MAG 1 – Casing Properties

								Yield Strength	
o.d.,		Weight,	Con-	i.d.,	Drift,	Burst,	Collapse,	K	<u>lb</u>
in.	Grade	lb/ft	nect.	in.	in.	psi	psi	Body	Conn.
133/8	J55	54.5	BTC	12.615	12.459	2,730	1,130	853	909
103/4	L80	45.5	BTC	9.95	9.875	5,210	2,470	1,040	1,062
103/4	VM-80	60.7	VAM	9.66	9.504	7,100	5,170	1,398	1,398
	13CR		TOP						
7	L80	29	M-M	6.184	6.059	8,160	7,030	676	676
7	L80	29	M-M	6.184	6.059	8,390	7,030	676	676
	CR13								

M-M: Premium metal to metal connection.

Table 9-4. CO₂ Injection Well MAG 1 – Cement Program

Casing,	Tai	l	Lead	Excess,	Volume,	
in.	Slurry	Interval, ft	Slurry	Interval, ft	%	sacks
133/8	Varicem*,	800-1,330	Varicem*, 11.5	93-800**	50-100	880
	14.2 ppg		ppg			
$10^{3/4}$	Corrosacem***	2,750-4,163	Neo Cement*	1,332-	50-100	616
	14 ppg		12 ppg	2,750**		
7	CO ₂ -resistant	3,300-5,150	Portland cement +	0-3,300	50	1,034
	Slurry 14.5 ppg		additive 11.5–			
			12.5 ppg			

^{*} Varicem and Neo cement are conventional portland cement slurry plus additives.

Evaluation of the need for a two-stage cementing job for the long-string section will be conducted considering the wellbore condition and hydraulic pressure simulation of the cementing operation. Communication for approval from the North Dakota Department of Mineral Resources (DMR) will occur prior to installation.

9.2 Monitoring Well MAG 2 – Well Casing and Cementing Programs

To meet testing and monitoring requirements, a monitor well, MAG 2, will be drilled through the Broom Creek reservoir into the Amsden/Tyler lower confining seals, as shown in Figure 9-3, MAG 2 proposed wellbore design.

^{**} The cement top was obtained from the CBL-USIT log.

^{***} Corrosacem is an enhanced portland cement blend to resist the degradation by CO₂ reaction.

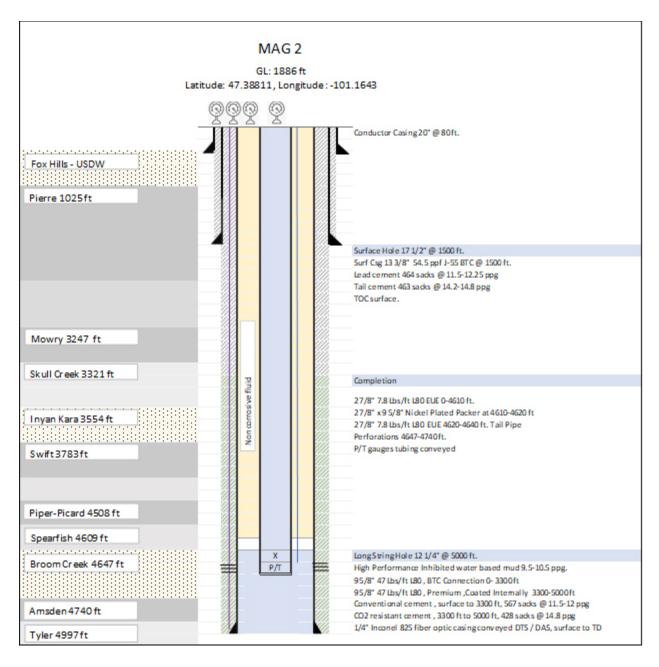


Figure 9-3. Monitor Well MAG 2 proposed wellbore schematic. Casing-conveyed fiber-optic cable shown in purple from surface to the Broom Creek Formation.

Tables 9-5 through 9-8 provide the proposed casing and cement programs for MAG 2, which demonstrate compliance for the well construction program with NDAC \S 43-05-01-09 and \S 43-05-01-09(2) for a CO₂ monitoring well.

Table 9-5. Monitor Well MAG 2 – Well Information

Well Name:	MAG 2				
County:	McLean	State:	ND		
Location:	Sect. 7, T145N R82W	Footages*:	820 FSL 165 FEL	Total Depth:	5,000 ft

^{*} Estimates; location has not been surveyed

Table 9-6. Monitor Well MAG 2 – Casing Program

	Hole	Casing	Weight,			Top Depth,	Bottom Depth,	
Section	Size, in.	o.d., in.	lb/ft	Grade	Conn.	ft	ft	Objective
Surface	17½	13%	54.5	J55	BTC	0	1,500	Isolate Fox Hills
Long String	121/4	95/8	47	L80	BTC	0	3,300	
Long String	121/4	95/8	47	L80 Coated	Premium*	3,300	5,000	Monitoring zone

Table 9-7. Monitor Well MAG 2 – Casing Properties

								Yield Strength,		
o.d.,		Weight	.	i.d.,	Drift,	Burst,	Collapse,		Klb	
in.	Grade	lb/ft	Connection	in.	in.	psi	psi	Body	Connection	
13 3/8	J55	54.5	BTC	12.615	12.459	2,730	1,130	853	909	
9 5/8	L80	47	BTC	8.681	8.525	6,870	4,750	1,086	1,122	
9 5/8	L80	47	Premium*	8.681	8.525	6,870	4,750	1,086	1,086	

^{*} Connection will be compatible with the internal coating requirements.

Table 9-8. Monitor Well MAG 2 – Cement Program

	Tail		Lead			
Casing, in.	Slurry	Interval, ft	Slurry	Interval, ft	Excess,	Volume, sacks
133/8	Portland cement + additives, 14.2– 14.8 ppg	1,000–1,500	Portland cement + additives, 11.5– 12.5 ppg	0-1,000	100	927
95/8	CO ₂ -resistant cement, 14.8 ppg	3,300–5,000	Portland cement + additives, 11.5– 12 ppg	0-3,300	50	996

Evaluation of the need for a two-stage cementing job for the long-string section will be conducted considering the wellbore condition and hydraulic pressure simulation of the cementing operation. Communication for approval from the North Dakota DMR will occur prior to installation.



10.0 PLUGGING PLAN

The proposed plug and abandonment (P&A) procedure for the MAG 1 well is intended to be interpreted as proposed conditions and does not reflect the current as-constructed state for the MAG 1 well. Also, the plugging operations are likely to occur at different times in the life cycle of the injector well, MAG 1, and the monitor well, MAG 2. The MAG 1 well is planned for P&A once the CO₂ injection operation ceases. The CO₂ monitor well, MAG 2, is planned for P&A after verification and approval that the CO₂ plume has stabilization.

A proposed P&A procedure will be provided to the NDIC. After approval, ample notification will be given to allow an NDIC representative to be present during the plugging operations. The P&A events will be documented by a workover supervisor during P&A execution. The records of the P&A events shall demonstrate the utilization of CO₂-compatible materials used and complete isolation of the injection zone.

10.1 MAG 1: P&A Program

The proposed MAG 1 CO₂ injection well schematic is provided in Figure 10-1.

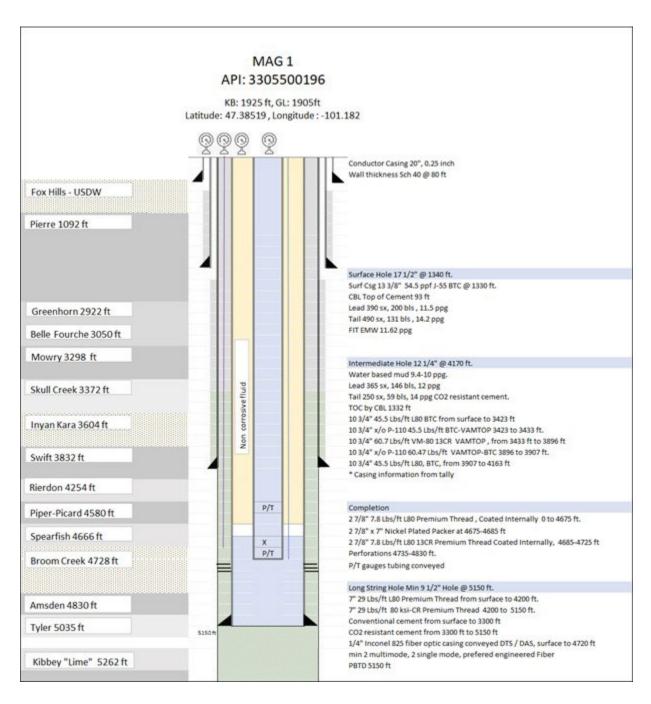


Figure 10-1. Proposed CO₂ injection well schematic for MAG 1.

The NDIC will be contacted and an intent to plug and abandon form for MAG 1 will be filed for approval. Final adjustments to the proposed P&A procedure will be made based on current wellbore conditions and NDIC field inspector recommendations. Currently, the proposed P&A procedure for the well is as follows.

Proposed P&A Procedure:

- 1. After injection operations have been terminated, the well will be flushed with a kill fluid with a calculated fluid weight for proper execution. A minimum of three tubing volumes will be pumped, remaining below the fracture pressure and ensuring control of the well.
- 2. Move-in (MI) and rig up (RU) workover rig onto the MAG 1 well. All CO₂ flowlines and valves will be marked and noted by the rig supervisor prior to MI and RU.
- 3. Conduct and document a safety meeting.
- 4. Record bottomhole pressure (BHP) from downhole gauges and calculate kill fluid density. BHP measurements will be taken by using the installed tubing-conveyed downhole pressure gauges. In case the gauges are not functional, the operator may use surface tubing pressure gauges to calculate kill mud density.
- 5. Test the pump and line to 5,000 psi or 90% of maximum pump pressure. Fill tubing with kill fluid. Bleeding off occasionally may be necessary to remove all air from the system. Wait for well to stabilize. Shut in tubing. Monitor tubing pressure.
- 6. Test casing annulus to 1,500 psi and monitor for 30 minutes. If the pressure decreases more than 10% in 30 minutes, bleed pressure, check surface lines and connections, and repeat test. Release pressure.

Note: If failure in long-string casing is identified, the operator will prepare a plan to repair the well prior to P&A.

7. If both casing and tubing are dead, then nipple up blowout preventers (NU BOPs).

Contingency: If the well is not dead or the pressure cannot be bled off via tubing, RU wireline and set plug in lower-profile nipple below packer. Unlatch tubing from the packer and circulate tubing and annulus with kill weight fluid until the well is on control. After casing and tubing pressure are zero, nipple down tree, NU BOPs, and perform a function test. Prepare to recover packer with work string in case the packer needs to be unlatched.

8. Pull out of hole and lay down tubing, packer, cable, and sensors.

Contingency: If unable to release tubing and retrieve packer, RU electric line and make a cut on the tubing string just above the packer. The cut must be made above the packer at least 5 to 10 ft MD. Pull the tubing string out of hole and proceed to the next step. If problems are

- noted, update the cement remediation plan. A cement retainer might be used to force cement through the packer if it cannot be removed.
- 9. Pick up work string and trip in hole (TIH) with bit to condition wellbore.
- 10. Pull out of hole and RU logging unit. Confirm external mechanical integrity by running one of the tests listed below as options. Rig down logging truck.
 - Activated neutron log
 - Noise log
 - Production logging tool (PLT)
 - Tracers
 - Temperature log
 - DTS (distributed-temperature sensing) survey (no required logging unit)
- 11. TIH with work string and cement retainer to the top of Plug 1. Circulate well, set retainer, and perform injectivity test. RU equipment for cementing operations.
- 12. Mix and pump CO₂-resistant slurry to cover the Broom Creek Formation and isolate from the Dakota Group in accordance with program. Under displaced two barrels of cement. Disconnect from retainer and finish displacing the last two barrels on top of the cement retainer. Check for flow. Pull work string 150 ft and circulate.
- 13. Pull up hole, set a balanced plug with CO₂-resistant cement, 15.8 ppg, across Dakota Group and isolate it from the Fox Hills USDW. Pull out above plug and circulate. Wait on setting time and tag top of the plug.
- 14. Pull up hole, set balanced plug with Class G cement + additive, 15.8 ppg, to cover the shoe of the surface casing. Pull out above the plug and circulate. Wait on setting time and tag top of the plug.
- 15. Pull up hole, set surface plug with Class G cement + additive, 15.8 ppg, to isolate the top of surface casing.
- 16. Lay down all work string. Rig down all equipment and move out.
- 17. Dig out wellhead and cut off casing 5 ft below ground level (GL). Weld ½-in. steel cap on casing with well name, date inscribed, and information that it was used for CO₂ injection.
- 18. The procedures described above are subject to modification during execution as necessary to ensure a successful plugging operation. Any significant modifications due to unforeseen circumstances will be described in the plugging report.
- 19. Within 60 days, submit Form 7 plugging report after plugging operations are complete NDAC § 43-05-01-11.5(4).

20. Submit notice of intent to reclaim to NDIC 30 days in advance prior to reclamation – NDAC § 43-05-01-18(10d).

The proposed P&A plan for MAG 1 is summarized in Table 10-1 and provided in Figure 10-2.

Table 10-1. Summary of P&A Plan for MAG 1

Cement	Interval			
Plug	Range,	Thickness,	Volume,	
Number	ft	ft	sacks	Notes
1	4,550-5,150	600	225	CO ₂ -resistant slurry, 15.8 ppg, 1.11 ft ³ /sx
				Squeezed cement job to isolate perforations
2	3,350-3,850	500	103	CO ₂ -resistant slurry, 15.8 ppg, 1.11 ft ³ /sx
				Balanced plug
3	1,000-1,500	500	99	Conventional cement, 15.8 ppg, 1.16 ft ³ /sx
				Balanced plug
4	0–80	80	16	Conventional cement, 15.8 ppg, 1.16 ft ³ /sx
				Balanced plug

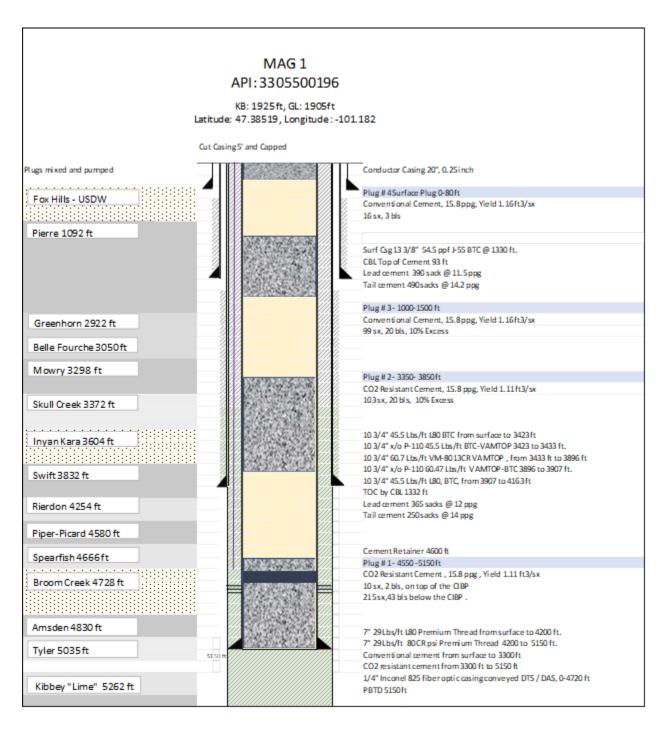


Figure 10-2. Schematic of proposed P&A plan for MAG 1.

10.2 MAG 2 P&A Program

The MAG 2 wellbore is to be plugged and abandoned when the CO₂ plume has stabilized and monitoring of the plume extent is no longer necessary.

A proposed CO₂-monitoring well schematic of MAG 2 is provided in Figure 10-3.

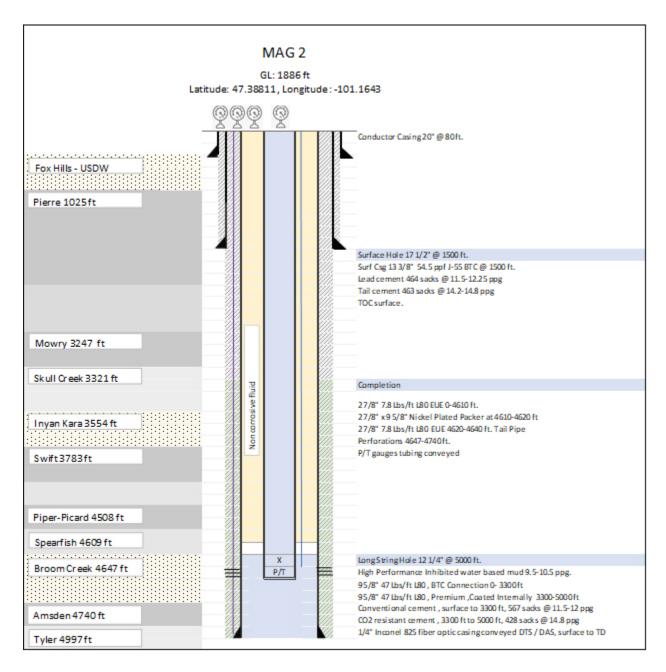


Figure 10-3. Proposed monitoring wellbore schematic for MAG 2.

The proposed procedure for P&A of the MAG 2 wellbore will be performed as follows.

- 1. MI rig onto MAG 2 and RU.
- 2. Conduct and document a safety meeting.
- 3. Test the pump and line to 5,000 psi or 90% of maximum pump pressure. Fill tubing with kill fluid. Bleeding off occasionally may be necessary to remove all air from the system. Monitor tubing and annulus pressure.
- 4. Test casing annulus to 1,500 psi and monitor it for 30 minutes. If the pressure decreases more than 10% in 30 minutes, bleed pressure, check surface lines and connections, and repeat test. Release pressure.

Note: If failure in long-string casing is identified, the operator will prepare a plan to repair the well prior to P&A.

5. If both casing and tubing are dead, then NU BOPs.

Contingency: If the well is not dead or the pressure cannot be bled off via tubing, RU wireline and set plug in lower-profile nipple below packer. Unlatch the tubing from the packer and circulate tubing and annulus with kill weight fluid until the well is on control. After casing and tubing pressure are zero, nipple down tree, NU BOPs, and perform a function test. Prepare to recover packer with work string in case the packer needs to be unlatched.

6. Pull out of hole and lay down tubing, packer, cable, and sensors.

Contingency: If unable to release tubing and retrieve packer, RU electric line and make cut on tubing string just above packer. A cut must be made above the packer at least 5 to 10 ft MD. Pull the work string out of hole and proceed to next step. If problems are noted, update the cement remediation plan. A cement retainer might be used to force cement through the packer if it cannot be removed.

- 7. Pick up work string and TIH with bit to condition wellbore.
- 8. Pull out of the hole and RU logging unit. Confirm external mechanical integrity by running one or a combination of the tests listed below as options. Rig down logging truck.
 - Activated neutron log
 - Noise log
 - PLT
 - Tracers
 - Temperature log
 - CBL-USIT
 - DTS survey (no required logging unit)

- 9. TIH work string with cement retainer to the top of Plug 1. Circulate well, set retainer, and perform injectivity test. RU equipment for cementing operations.
- 10. Mix and pump CO₂-resistant slurry to cover the Broom Creek Formation and isolate from the Dakota Group in accordance with program. Under displaced four barrels of cement. Disconnect from retainer and finish displacing the last four barrels on top of the cement retainer. Check for flow. Pull work string 150 ft and circulate.
- 11. Pull up hole, set balanced plug with CO₂-resistant cement, 15.8 ppg, to cover Dakota Group and isolate it from the Fox Hills USDW. Pull out above the plug and circulate. Wait on setting time and tag top of the plug.
- 12. Pull up hole, set balanced plug with Class G cement + additive, 15.8 ppg, to cover the shoe of the surface casing. Pull out above the plug and circulate. Wait on setting time and tag top of the plug.
- 13. Pull up hole, set surface plug with Class G cement + additive, 15.8 ppg, to isolate the top of surface casing.
- 14. Lay down all work string. Rig down all equipment and move out.
- 15. Dig out wellhead and cut off casing 5 ft below GL. Clean cellar to where a plate can be welded with well information.
- 16. The procedures described above are subject to modification during execution as necessary to ensure a successful plugging operation. Any significant modifications due to unforeseen circumstances will be described in the plugging report.
- 17. Within 60 days, submit Form 7 plugging report after plugging operations are complete NDAC § 43-05-01-11.5(4).
- 18. Submit notice of intent to reclaim to NDIC 30 days in advance prior to reclamation NDAC § 43-05-01-18(10d).

The proposed P&A plan for MAG 2 is summarized in Table 10-2 and provided in Figure 10-4.

Table 10-2. Summary of P&A Plan for MAG 2

Cement Plug	Interval Range,	Thickness,	Volume,	
Number	ft	ft	sacks	Note
1	4,550–5,000	450	333	CO ₂ -resistant slurry, 15.8 ppg, 1.11 ft ³ /sx
				Squeezed cement job to isolate perforations
2	3,300-3,800	500	203	CO ₂ -resistant slurry, 15.8 ppg, 1.11 ft ³ /sx
				Balanced plug
3	1,300-1,800	500	195	Conventional cement, 15.8 ppg, 1.16 ft ³ /sx
				Balanced plug
4	0–80	80	31	Conventional cement, 15.8 ppg, 1.16 ft ³ /sx
				Balanced plug

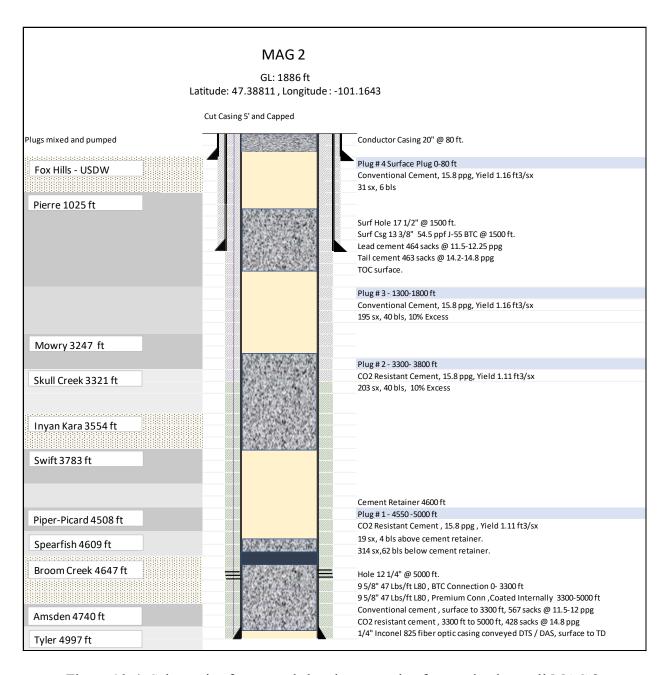


Figure 10-4. Schematic of proposed abandonment plan for monitoring well MAG 2.

11.0 INJECTION WELL AND STORAGE OPERATIONS

11.0 INJECTION WELL AND STORAGE OPERATIONS

This section of the SFP application presents the engineering criteria for completing and operating the injection well in a manner that protects USDWs. The information that is presented meets the permit requirements for injection well and storage operations as documented in NDAC § 43-05-01-05 (Table 11-1) and § 43-05-01-11.3.

Table 11-1. MAG 1 Proposed Injection Well Operating Parameters

Table 11-1. MAG 1 Proposed Injection Well Operating Parameters					
Item	Values	Description/Comments			
	Injected Volum	e			
Total Injected Volume	4,000,000 tonnes	Based on 200,000 tonnes/year for			
		20 years at an average daily injection			
		rate of 548 tonnes/day			
Injection Rates					
Average Injection Rate	548 tonnes/day	Based on 200,000 tonnes/year for			
	(10.35 MMscf/day)	20 years of injection (using			
		365 operating days per year)			
Average Maximum Daily	2,729 tonnes/day	Based on maximum bottomhole			
Injection Rate	(51.56 MMscf/day)	injection pressure (2,970 psi)			
Pressures					
Formation Fracture	3,300 psi	Based on geomechanical analysis of			
Pressure at Top		formation fracture gradient as 0.69 psi/ft			
Perforation		(see Section 2.0)			
Average Surface	1,158 psi	Based on 200,000 tonnes/year for			
Injection Pressure		20 years at an average daily injection			
		rate of 548 tonnes/day) using the			
		designed 2.875-inch tubing			
Surface Maximum	4,300 psi	Based on maximum bottomhole			
Injection Pressure		injection pressure (2,970 psi) using			
		the designed 2.875-inch tubing			
Average Bottomhole	2,570 psi	Based on average daily injection rate of			
Pressure (BHP)		548 tonnes/day			
Calculated Maximum	2,970 psi	Based on 90% of the formation fracture			
ВНР	_	pressure of 3,300 psi			

11.1 MAG 1 Well – Proposed Completion Procedure to Conduct Injection Operations

As described in Section 9.1, the MAG 1 well will be reentered and completed as a CO₂ injector (Figures 11-1 and 11-2 and Tables 11-2 through 11-4). The following proposed completion procedure outlines the steps necessary to complete and test the well.

- 1. Rig up workover (WO) rig and equipment, check pressure in the casing, and release pressure if any.
- 2. Remove night cap and nipple up blowout preventer (BOP).
- 3. Test BOP to maximum anticipated surface pressure (MASP).

- 4. Pick up work string, scraper, and bit to clean out residual cement.
- 5. Run in the hole and tag plug back total depth (PBTD). Condition casing if needed.
- 6. Circulate the wellbore with brine, compatible with the formation, estimated at 10 ppg, with a reservoir pressure gradient of 0.512 psi/ft.
- 7. Trip out of hole (TOOH) work string with bit and scraper.
- 8. Test casing for 30 minutes to 1,500 psi. If the pressure decreases more than 10% in 30 minutes, bleed pressure, check surface lines and surface connections, and repeat test. If the failure persists, the operator will be required to assess the root cause and correct it.
- 9. Conduct safety meeting to discuss logging and perforating operations.
- 10. Rig up logging truck.
- 11. Install and test lubricator.
- 12. Run cementing evaluation logs by program.

Note: run cement bond logs without pressure as a first pass and repeat pass with 1,000 psi pressure. If cementing logs show poor bonding or a low top of cement, the results will be communicated to the NDIC and an action plan will be prepared.

13. Round trip a magnetic tool and casing collar locator (CCL) to identify location of the fiber-optic cable.

Note: DTS/DAS (distributed temperature sensing/distributed acoustic sensing) fiber-optic cable will be run along the exterior of the long-string casing. Special clamps, bands, and centralizers are installed to protect the fiber and provide a marker for wireline operations.

- 14. Perforate the Broom Creek Formation, minimum of 6 spf (shots per foot), 36.7-inch-deep penetration, 0.37-inch diameter, and 60° phase (ensure shots do not penetrate fiber-optic cable). Actual perforation depths and design will be determined by designated geologist and engineers, and based on the log analysis review, as well as selected contractor.
- 15. TOOH with perforating guns.
- 16. Rig down logging truck and lubricator.
- 17. Pick up retrievable testing packer with downhole gauges and run in the hole with work string to the top of the perforations.
- 18. Set packer above perforations to isolation and test the annulus to ensure seal and no communication with backside.
- 19. Perform an injectivity test/step rate test (SRT) with clean brine compatible with formation.

- 20. If the well shows poor injectivity, perform a near-wellbore/perforation cleanout using a designed concentration of acid. Adjust acid formulation and volumes with water samples and compatibility test. Maximum injection pressure is not to exceed formation fracture pressure as determined in SRT.
- 21. Unset packer and circulate hole if acid cleanout is performed.
- 22. TOOH and lay down temporary packer and work string.
- 23. Rig up spooler and prepare rig floor to install completion injection assembly (injection tubing and packer).
- 24. Pick up and run completion assembly in accordance with program.
- 25. Displace the well with inhibited packer fluid.
- 26. Set injection packer within 50 ft above the top perforations, according to manufacturer recommendations and NDIC requirements. Test backside/annulus of tubing/casing to designated pressure during operations.
- 27. Install tubing hanger and cable connectors.
- 28. Nipple down BOP.
- 29. Install injection tree.
- 30. Rig down WO rig and equipment.
- 31. Move in wireline unit and perform through-tubing cased-hole logging in accordance with program (rigless).

Table 11-2. MAG 1 Proposed Upper Completion

	o.d.,	Depth,		Weight,		i.d.,	Drift
Description	in.	ft	Grade	lb/ft	Connection	in.	i.d., in.
Tubing	21/8	0-4,675	L80	7.8	Premium	2.323	2.229
2½-in. × 7-in. Nickel-Plated Packer + Pressure/Temperature (P/T) Gauge							
Tubing	21/8	4,685-4,425	L80 13 CR	7.8	Premium	2.323	2.229
P/T Gauge							

Table 11-3. MAG 1 Tubing Properties

o.d.,		Weight,		i.d.,	Drift	Collapse,	Burst,	Tension,
in.	Grade	lb/ft	Connection	in.	i.d., in.	psi	psi	Klb
21/8	L80	7.8	Premium	2.323	2.229	13,890	13,440	180
21/8	L80 13 CR	7.8	Premium	2.323	2.229	13,890	13,440	180

Table 11-4. MAG 1 Cased-Hole Logging

Tuble 11 11 Will C 1 Cused Hole Edgang						
Depth, ft	Comments					
	Cement/casing log; 30-ft shoe track					
0-5,120*						
0-4,685*	Baseline; run through tubing					
0-4,685*	Baseline; run through tubing					
0-4,685*	Baseline; run through tubing					
	Depth, ft 0-5,120* 0-4,685* 0-4,685*					

^{*} Estimated, will be adjusted with actual tally.

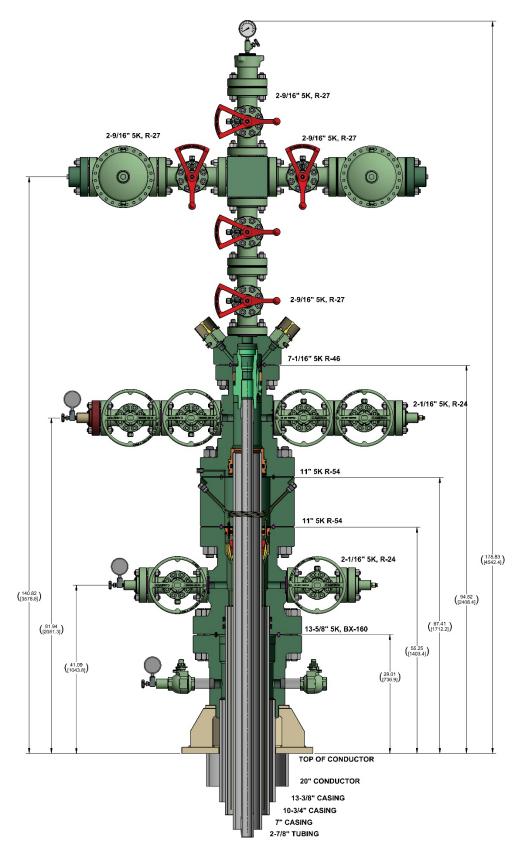


Figure 11-1. MAG 1 proposed CO₂-resistant wellhead schematic.

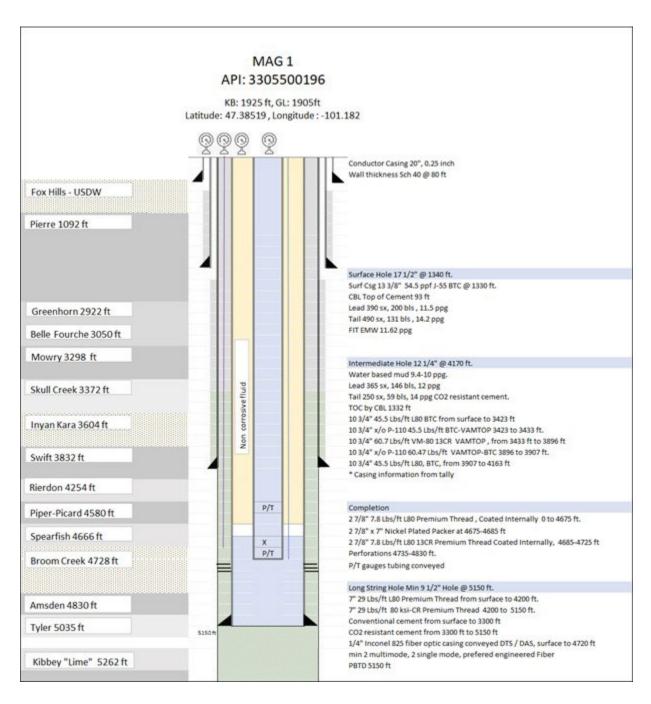


Figure 11-2. MAG 1 proposed completed wellbore schematic.

11.2 MAG 2 Well – Proposed Procedure for Monitoring Well Operations

MAG 2 will be constructed as a CO₂-monitoring well (Figures 11-3 and 11-4 and Tables 11-5 through 11-7) to support deep subsurface monitoring of MAG 1, the CO₂ stream injection well. Monitoring of the CO₂ plume extent and the storage reservoir pressure will be conducted continuously through the use of the casing-conveyed fiber-optic cable installed on the outside the long string and pressure/temperature gauges deployed along the outside of the tubing. Monitoring will be conducted during injection operations as well as during the postinjection site closure (PISC) which are also discussed in more detail in the Testing and Monitoring section of this permit application. Monitoring methods will include a combination of formation-monitoring methods (e.g., downhole pressure, downhole temperature, and pulsed-neutron capture/reservoir saturation tool logs) to verify casing mechanical integrity and support CO₂ plume stabilization evaluations.

The following proposed completion procedure outlines the steps necessary to complete and test the well.

- 1. Rig up WO rig and equipment, check pressure in the casing, and release pressure if any.
- 2. Remove night cap and nipple up BOP.
- 3. Test BOP to MASP.
- 4. Pick up work string, scraper, and bit to clean out residual cement.
- 5. Run in the hole and tag PBTD and condition casing if needed.
- 6. TOOH work string with bit and scraper.
- 7. Displace the well with formation-compatible brine, estimated at 10 ppg, with a reservoir pressure gradient of 0.512 psi/ft.
- 8. Test casing for 30 minutes with 1,500 psi. If the pressure decreases more than 10% in 30 minutes, bleed pressure, check surface lines and surface connections, and repeat test. If the failure persists, the operator will be required to assess the root cause and correct it.
- 9. Conduct safety meeting to discuss logging and perforating operations.
- 10. Rig up logging truck.
- 11. Install and test lubricator.
- 12. Run cased-hole logs by program.

Note: run CBL/VDL and USIT logs without pressure as a first pass and repeat run with 1,000 psi of pressure as a second pass.

Note: If CBLs show poor bonding, the results will be communicated to NDIC and an action plan will be prepared.

- 13. Run magnetic survey to identify fiber-optic orientation and complement with oriented perforating guns. An oriented gun should be used to avoid any damage to the external fiber optic.
- 14. Perforate the Broom Creek Formation, minimum 4 spf (shots per foot). Actual perforation depths, design, and phasing will be determined by designated geologist and engineers based on the log analysis review.

Note: DTS/DAS fiber-optic cable will be run along the exterior of the long-string casing. Special clamps, bands, and centralizers are installed to protect the fiber and provide a marker for wireline operations.

- 15. Pull guns out of the hole.
- 16. Rig down logging truck.
- 17. Rig up spooler and prepare rig floor to run upper completion assembly (tubing and packer).
- 18. Run completion assembly in accordance with program.
- 19. Circulate well with inhibited packer fluid.
- 20. Set packer within 50 ft above the top perforations, according to manufacturer recommendations and NDIC requirements. Test backside/annulus of tubing/casing to designated pressure.
- 21. Install tubing hanger and cable connectors.
- 22. Nipple down BOP.
- 23. Install tree.
- 24. Rig down WO rig and equipment.
- 25. Move in wireline unit and perform through-tubing cased-hole logging in accordance with program (rigless).

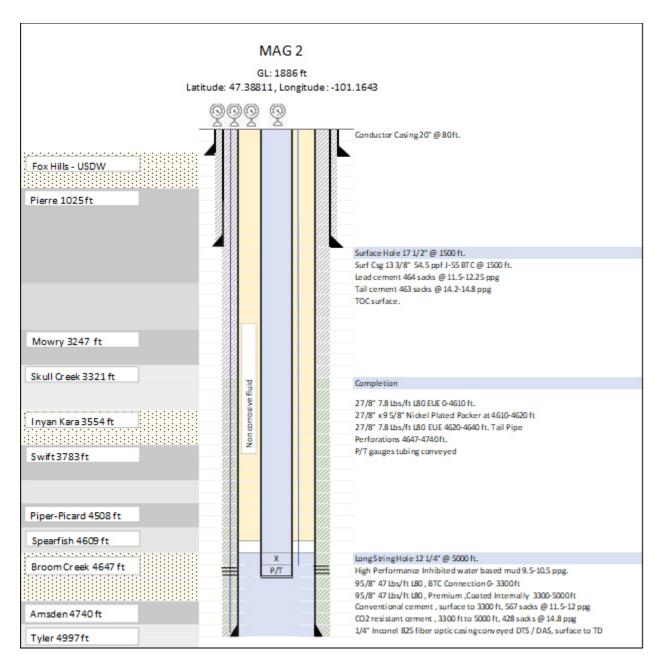


Figure 11-3. MAG 2 proposed completed wellbore schematic.

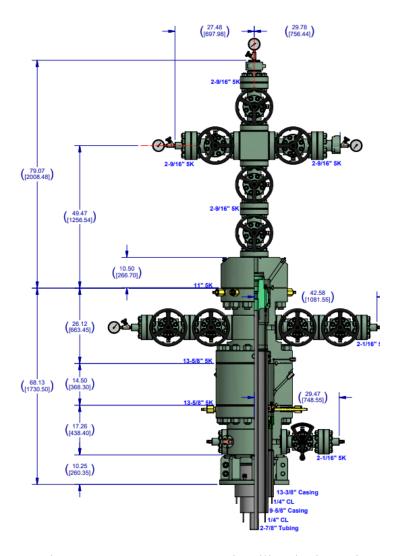


Figure 11-4. MAG 2 proposed wellhead schematic.

Table 11-5. MAG 2 Proposed Upper Completion

	o.d.,	Depth,		Weight,		i.d.,	Drift
Description	in.	ft	Grade	lb/ft	Connection	in.	i.d., in.
Tubing		0-4,610			EUE		
	21/8		L80	7.8	(external	2.323	2.229
					upset end)		
2½-in. × 9½-in. Nickel-Plated Packer							
Tubing (tail pipe)	21/8	4,620-4,640	L80	7.8	EUE	2.323	2.229

Table 11-6. MAG 2 Tubing Properties

o.d.,		Weight,		i.d.,	Drift	Collapse,	Burst,	Tension,
in.	Grade	lb/ft	Connection	in.	i.d., in.	psi	psi	Klb
27/8	L80	7.8	Premium	2.323	2.229	13,890	13,440	180

Table 11-7. MAG 2 Cased-Hole Logging

Description	Depth, ft	Comments
CBL-VDL-CCL-USIT	0-4,970*	Cement/Casing Log; 30-ft shoe track
CIL	0-4,640*	Baseline; run through tubing
Temperature Log	0-4,640*	Baseline; run through tubing
Pulsed Activated Neutron	0-4,640*	Baseline; run through tubing

^{*} Estimated; will be adjusted with actual tally.

12.0 FINANCIAL ASSURANCE AND DEMONSTRATION PLAN

12.0 FINANCIAL ASSURANCE AND DEMONSTRATION PLAN

This financial assurance and demonstration plan (FADP) is provided to meet the regulatory requirements for the geologic storage of CO₂ as prescribed by the state of North Dakota in North Dakota Administrative Code (NDAC) § 43-05-01-09.1. The storage facility permit (SFP) application must demonstrate that a financial instrument is in place that is sufficient to cover the costs associated with the following actions:

- Pursuant to NDAC § 43-05-01-05.1, corrective action on all active and abandoned wells, which are within the AOR (area of review) and penetrate the confining zone, and have the potential to endanger USDWs (underground sources of drinking water) through the subsurface movement of the injected CO₂ or other fluids.
- Pursuant to NDAC § 43-05-01-11.5, plugging of injection wells.
- Pursuant to NDAC § 43-05-01-19, implementation of postinjection site care (PISC) and facility closure activities, which includes the 10-year PISC monitoring program.
- Pursuant to NDAC § 43-05-01-13, implementation of ERRP (emergency and remedial response plan) actions.

This FADP identifies the financial instruments that will be established (Section 12.2) and provides cost estimates for each of the above actions (Section 12.3) based on the information that is provided in the SFP application.

12.1 Facility Information

The facility name, facility contact, and injection well locations are provided below:

Facility Name: Blue Flint Sequester Company, LLC

Facility Contact: Adam Dunlop

Injection Well Locations: MAG 1 (NDIC File No. 37833) NW/NW of Section 18

T145N, R82.

12.2 Financial Instruments

Blue Flint is providing financial responsibility pursuant to NDAC § 43-05-01-09.1 using the following financial instruments:

- Blue Flint will plan to increase existing well bonding or secure other financial instrument to cover costs of plugging the injection well in accordance with NDAC § 43-05-01-11.5.
- No corrective action estimates have been provided as there are no legacy wellbores within the AOR; thus no action is necessary.
- Blue Flint will establish a bond, escrow account, third-party insurance policy, or other financial instrument to ensure funds are available for PISC and facility closure activities in accordance with NDAC § 43-05-01-19.

• A third-party pollution liability insurance policy with an aggregate limit of \$9 million will be secured to cover the costs of implementing emergency and remedial response actions, if warranted, in accordance with NDAC § 43-05-01-13.

The estimated total costs of these activities are presented in Table 12-1. Section 12.3 of this FADP provides additional details of the financial responsibility cost estimates for each activity.

Table 12-1. Cost Estimates for Activities to Be Covered

Activity	Estimated Total Cost
Corrective Action on Wells in the AOR	\$0
Plugging of Injection Well	\$100,000
PISC and Facility Closure	\$2,467,550
Emergency and Remedial Response (including endangerment to USDWs)	\$9,000,000
Total	\$11,567,550

The company providing insurance will meet all the following criteria:

- 1. The company is authorized to transact business in North Dakota.
- 2. The company has either passed the specified financial strength requirements based on credit ratings or has met a minimum rating, minimum capitalization, and ability to pass the rating, when applicable.
- 3. The third-party insurance can be maintained until such time that the North Dakota Industrial Commission (NDIC) determines that the storage operator has fulfilled its financial obligations.

The third-party insurance, which identifies Blue Flint as the covered party, will be provided by one or a combination of the companies shown below: The Applicant has procured indicated terms for commercial Environmental Impairment Liability ('EIL') insurance coverage to fund covered emergency and remedial response actions to protect underground sources of drinking water arising out of sequestration operations. Coverage terms are of an indicative/estimated nature only at this time, as firm and bindable terms are not possible this far in advance of commencement of sequestration operations; however, at this time a coverage limit of \$9 million per occurrence/aggregate is contemplated and likely expected to be provided by one or a combination of the following insurers:

- Ascot Insurance Group AM Best Rated 'A' (Excellent)
- Aspen Insurance Group AM Best Rated 'A' (Excellent)
- W.R. Berkley Insurance Group AM Best Rated 'A+' (Superior)
- Ironshore Insurance Company (Liberty Mutual Group) AM Best Rated 'A' (Excellent)

Final coverage terms and costs will be determined upon full underwriting and firm/bindable quotations to be issued by insurers 30–60 days prior to inception of coverage, which is expected to be at or just prior to the commencement of injection operations.

The third-party insurance companies listed above meet both of the following criteria, as specified in NDAC §43-05-01-09.1(1)(g):

- 1. The companies satisfy financial strength requirements based on credit ratings in the top four categories of either Standard & Poor's (AAA, AA, A, or BBB) or Moody's (Aaa, Aa, A, Baa).
- 2. The companies meet a minimum rating (minimum rating based on an issuer, credit, securities, or financial strength rating as a demonstration of financial stability) and minimum capitalization (i.e., demonstration that minimum thresholds are met for the following financial ratios: debt—equity, assets—liabilities, cash return on liabilities, liquidity, and net profit) and are able to pass bond rating in the top four categories of either Standard & Poor's (AAA, AA, A, or BBB) or Moody's (Aaa, Aa, A, Baa), when applicable.

12.3 Financial Responsibility Cost Estimates

12.3.1 Corrective Action

Blue Flint implemented the following workflow to estimate costs associated with corrective action activities: 1) delineate the AOR and 2) identify and evaluate active and abandoned legacy wells within the AOR (i.e., MAG 1) to ensure they meet the minimum completion standards for geologic storage of CO₂ and need no corrective action. Based on the results of the well evaluations, no correction action was needed.

12.3.2 Plugging of Injection Wells

Blue Flint implemented the following approach to estimate costs associated with the plugging of the injection well: assume plugging of one Class VI injection well at a total cost of \$100,000 per well, the MAG 1 well.

12.3.3 Implementation of PISC and Facility Closure Activities

The breakdown of estimated costs totaling \$2.272 million for implementing the PISC as described in the PISC and facility closure plan is provided in Table 12-2a, which includes the following monitoring activities: a) formation monitoring (i.e., downhole pressure and temperature surveys, pulsed-neutron logs), b) near-surface monitoring (i.e., soil gas and Fox Hills Formation testing) and mechanical integrity well tests (i.e., injection well annulus pressure, ultrasonic logs), and c) coordinated repeat 2D seismic surveys. Table 12-2a covers the estimated costs in the time period between cessation of injection activities and issuance of the certificate of project completion. The MAG 1 wellbore will be plugged upon cessation of injection, with plugging cost estimates provided in Table 12-1. As part of PISC monitoring activities, the deep subsurface monitoring well, MAG 2, and the Fox Hills monitoring well will remain until site closure. The MAG 2 wellbore will monitor the storage reservoir until site closure, with cost estimates for plugging and site closure activities provided in Table 12-2b.

Table 12-2a Cost Estimate¹ for PISC Activities for the Blue Flint CO₂ Storage Project. The Cost Estimate Assumes a 10-year PISC Period.

Activity	Frequency	Unit Cost	Total
Injection Pad Reclamati		e iii e eest	10001
Reclamation Costs of			
the Injection Pad of	Prior to closure	\$50,000	\$50,000
MAG 1			
Flowline Abandonment	Once	\$21,000	\$21,000
and Closure		Ψ21,000	\$21,000
SGPS01 P&A ³	Prior to closure	\$10,000	\$10,000
Flowline Reclamation at	the Capture Facility		
Flowline Abandonment	Once	\$21,000	\$21,000
and Closure		Ψ21,000	\$21,000
Wellbore Monitoring (M	1		
Pulsed-Neutron Logging	Annually until full CO ₂		
(saturation monitoring,	saturation occurs within	\$45,000	\$180,000
reservoir, and AZMI ²)	storage reservoir; reduce to	, ,	. ,
	once every 4 years thereafter.		
Temperature Logging (external mechanical	Annually (if needed)	\$10,000	\$100,000
integrity)	Annually (If needed)	\$10,000	\$100,000
USIT Logging			
(corrosion monitoring)	Once every 5 years	\$55,000	\$110,000
Annulus Pressure			
Testing (internal	Once every 5 years	\$8,000	\$16,000
mechanical integrity)			
Near-Surface Monitorin	g		
SGPS01 – Sampling and	Once	\$4,450	\$4,450
Analysis	onec .	Ψ 1, 12 0	Ψ1,120
SGPS02 – Sampling and	Annually	\$4,450	\$44,500
Analysis SG01-SG04 – Sampling	Once at start of PISC and once	,	,
and Analysis	prior to closure	\$4,450	\$35,600
Up to Five Groundwater	prior to closure		
Wells – Sampling and	Once prior to closure	\$2,000	\$10,000
Analysis	and prior to crossing	Ψ=,000	\$10,000
One Dedicated Fox			
Hills Well – Sampling	Annually	\$2,000	\$20,000
and Analysis	-		
Storage Complex Monite	oring		
Time-Lapse 2D Fence			
Seismic Survey	Once every 5 years	\$825,000	\$1,650,000
Acquisition and	Shee every 5 years	Ψ023,000	Ψ1,020,000
Processing			

Table 12-2b Cost Estimate¹ for Site Closure and Remediation Activities for the Blue Flint CO₂ Storage Project

Activity	Timing	Description	Total
Closure and Recla	mation Costs		
Plugging of the	Prior to closure	Plugging activities described in Section 10	\$100,000
MAG 2 Monitoring Well		Plugging Plan	
Reclamation	Prior to closure	Wellhead removal, sump removal, pad	\$50,000
Costs of the		reclamation (rock removal and soil	
Monitoring Pad of		coverage), fencing removal, reseeding,	
MAG 2		general labor	
Fox Hills	Prior to closure	Pipe removal, pad reclamation (rock	\$35,000
Monitoring Well		removal and soil coverage), reseeding,	
P&A ²		general labor	
SGPS02 P&A ²	Prior to closure	Plugging and abandonment of SGPS01 and	\$10,000
		SGPS02	
Total for Closure A	ctivities		\$195,000

¹ Does not include interpretation and reporting. Costs are based on today's pricing and do not account for inflation.

Table 12-2b lists the costs for the closure of the site and activities related to injection and monitoring of CCS activities which demonstrate a total of \$195 thousand. As listed in Section 6.0 PISC, Subsection 6.3.1 PISC Plan, Blue Flint plans to initiate site closure activities that will include the plugging of all wells that are not planned for continued use in monitoring the closed site; the decommissioning of storage facility equipment, appurtenances, and structures (e.g., buildings, gravel pads, access roads, etc.) not associated with monitoring; and the reclaiming of the surface land of the site to as close as is practical to its original condition.

As described in 6.3.2 Site Closure Plan, the Fox Hills monitoring well and the two soil gas profile stations are available for transfer of ownership to the state. Table 12-2b demonstrates the costs for the plugging and abandonment of one of two soil gas profile stations (SGPS02) and the Fox Hills monitoring well in the case the state does not request transfer of ownership. SGPS01's plugging and abandonment cost is shown in Table 12-2a in the case it is not transferred to the state. The five groundwater sampling wells listed in Table 12-2a do not require remediation and were not incorporated into cost estimates as the wells were not constructed as part of the project and are privately owned by third parties. This brings the total for PISC and closure activities to \$2.467 million.

² Plugging and abandonment assumed unless NDIC requests transfer of ownership.

12.3.4 Implementation of Emergency and Remedial Response Actions

12.3.4.1 Emergency Response Actions

A review of the technical risk categories for Blue Flint identified a list of events that could potentially result in the movement of injected CO₂ or formation fluids in a manner that may endanger a USDW and require an emergency response. These events are as follows:

- Injectivity
- Storage capacity
- Containment lateral migration of CO₂
- Containment pressure propagation
- Containment vertical migration of CO₂ or formation water brine via injection wells, other wells, or inadequate confining zones
- Natural disasters (induced seismicity)

If it is determined that one or more of these events have occurred, the emergency response actions that will be implemented are described in the ERRP (Section 7). These response actions are summarized in Tables 7-3 and 7-4.

12.3.4.2 Estimation of Costs of Emergency Response Actions

Estimating the costs of implementing the emergency response actions in Tables 7-3 and 7-4 is challenging since remediation measures specifically dedicated to CO₂ storage impacts are poorly documented, with one of the more important data gaps being the lack of precise knowledge of the leakage mechanisms and associated impacts (Manceau and others, 2014). Without this knowledge, it is not possible to design appropriate remedial measures. Furthermore, to date, no remediation action following CO₂ leakage after geologic storage has ever been implemented mainly because of the absence of established impacts (Manceau and others, 2014). Consequently, the degree of maturity of remediation measures in the carbon capture and storage (CCS) field is low, making it necessary to rely on literature that is primarily based on modeling or analogies with other pollutants, e.g., the analogy between CO₂ and volatile organic compounds, the latter having been addressed extensively in the literature. Additionally, for the remedial measures, costs and time for adequate removal are generally site-dependent, and no information is specifically available in this area in the CCS field.

Based on this current situation, two key technical manuscripts were relied upon to identify and estimate the costs of mitigation/remediation technologies to address undesired migration of CO₂ from a geological storage unit (Manceau and others, 2014; Bielicki and others, 2014).

12.3.4.2.1 Identification of Remediation Technologies

Manceau and others (2014) identified several remediation technologies/strategies that are available to address the potential impacted media that may result from an emergency event. These impacted media and remediation measures are listed in Table 12-3. The impacted media in Table 12-3 include surface and groundwater/USDWs, vadose zone, indoor settings, and atmosphere; the

Table 12-3. Proposed Technologies/Strategies for Remediation of Potential Impacted Media

Impacted Media	Potential Remedial Measures			
Groundwater/USDW	Monitored natural attenuation			
	Pump-and-treat			
	Air sparging Permeable reactive barrier Extraction/injection			
	Biological remediation			
Vadose Zone	Monitored natural attenuation			
	Soil vapor extraction			
	pH adjustment (via spreading of alkaline			
	supplements, irrigation, and drainage)			
Surface Water	Passive systems, e.g., natural attenuation			
	Active treatment systems			
Atmosphere	Passive systems, e.g., natural mixing, dispersion			
Indoor/Workplace Settings	Sealing of leak points			
_	Depressurization			
	Ventilation			

remedial measures include a combination of active (e.g., air sparging) and passive (e.g., dispersion, natural attenuation) systems. However, it is important to note that, at this time, there is no widely accepted methodology for designing intervention and remediation plans for CO_2 geologic storage projects. Consequently, there remains a need for establishing the best field-applied and test practices for mitigating an undesired CO_2 migration. This effort will be based on a combination of available literature and experience that is gained over time in existing CO_2 storage projects.

12.3.4.2.2 Estimation of Costs for Implementing Emergency Event Responses

Given the lack of a site-specific estimate of implementing the emergency event responses at the CO₂ geologic storage site of Blue Flint, cost estimates developed by Bielicki and others (2014) were used to derive a cost range for the project related to the undesired migration of CO₂ from a geologic storage unit. Extrapolating these literature costs, which were based on a case study site in the Michigan Sedimentary Basin, to Blue Flint only provides an order-of-magnitude estimate of the potential costs because of the significant site-specific differences in the storage projects; however, the range of costs estimated in this manner are believed to be conservatively high in nature, making them more than sufficient for informing the value of the financial instrument that must be secured for the project, as described in the financial responsibility demonstration plan.

Case Study Description

Bielicki and others (2014) examined the costs associated with remediating undesired migration of CO₂ from a geologic storage unit as part of a case study of an extreme leakage situation. The case study involved the continuous annual injection of 9.5 Mt (9,500,000 metric tons) of CO₂ into the Mt. Simon sandstone of the Michigan Sedimentary Basin over a period of 30 years. It assumed every well in the basin was a potential leakage pathway and that no action was taken to mitigate any of these leakage pathways. In addition, eight UIC (underground injection control) Class I injection wells, which were located within approximately 1 mile of the CO₂ injection well, were also identified as leakage pathways. Four hundred probabilistic simulations of the CO₂ injection

were performed and produced estimates of the area of the CO_2 plume as well as leakage rates of CO_2 from the storage reservoir to four aquifers as well as to the surface.

Cost Estimates

Story lines were developed for the site based on 1) risk assessments for the geologic storage of CO₂; 2) consequences of leakage; 3) lay and expert opinion of leakage risk; 4) modeling of CO₂ injection and leakage for the case study; and 5) input from local experts, oil and gas engineers, academics, attorneys, and other environmental professionals familiar with the Michigan Sedimentary Basin. Cost estimates for managing leakage events were then generated for first-of-a-kind (FOAK) and nth-of-a-kind (NOAK) projects based on a low-cost and high-cost story line. These cost estimates provided a breakdown of the costs into the following categories:

- Find and fix a leak
- Environmental remediation
- Injection interruption
- Technical remedies for damages
- Legal costs
- Business disruption to others, e.g., natural gas storage
- Labor burden to others

Of interest for the financial responsibility demonstration plan is the environmental remediation cost estimate, which was provided for a leak scenario where there was interference with groundwater as well as a scenario where there was groundwater interference combined with CO₂ migration to the surface.

Environmental Remediation – Low-Cost and High-Cost Story Line

The low-cost and high-cost story lines for the two components of environmental remediation, groundwater interference and migration to the surface, are summarized in Table 12-4. As shown in Table 12-4, the low-cost story lines are characterized by independent leak scenarios that either result in interference with groundwater or CO₂ migration to the surface. On the other hand, the high-cost story lines are interrelated, where it is assumed that the high-cost story line for CO₂ migration to the surface is conditional upon the existence of the high-cost story line for groundwater interference.

Estimated Environmental Remediation Costs – FOAK and NOAK Projects

Based on the above story lines, the estimated environmental remediation costs for the high-cost story lines are basically the same for both FOAK and NOAK projects:

- High-cost story line Groundwater interference alone: ~ \$13M
- High-cost story line Groundwater interference with CO₂ migration to the surface: \$15M to \$16M

Table 12-4. Low-Cost and High-Cost Story Line for Environmental Remediation

Low-Cost Story Line Low-Cost Story Line							
Groundwater	• A small amount of CO ₂ migrates into a deep formation that has a total dissolved						
Interference	solids concentration of ~9000 ppm. By definition, this unit is a USDW, but the						
	state has abundant water resources, and there are no foreseeable uses for water from this unit.						
	 Regulators require that two monitoring wells be drilled into the affected USDW 						
	and three monitoring wells be drilled into the lowermost potable aquifer (total						
	dissolved solids concentration of <1000 ppm) to verify the extent of the impacts						
	of the leak. No legal action is taken.						
	 Injection is halted from the time that the leak is discovered until monitoring 						
	confirms that containment is effective (9 months).						
	The UIC regulator determines that no additional remedial actions are necessary.						
CO ₂ Migration	 A leaking well provides a pathway whereby CO₂ discharges directly to the 						
to the Surface	atmosphere.						
	 Neither CO₂ nor brine leaks into the subsurface formation outside the injection 						
	formation in significant quantities.						
	• The CO ₂ injection is halted for 5 days, and the leaking well is promptly plugged.						
High-Cost Story Line							
Groundwater	• A community water system reports elevated arsenic. Monitoring suggests that the						
Interference	native arsenic in the formation may have been mobilized by pH changes in the						
	aquifer caused by CO ₂ impacts to the aquifer.						
	• A new water supply well is installed to serve the community, and the former						
	water supply wells are plugged and capped.						
	• Potable water is provided to the affected households during the 6 months required						
	to drill the new water supply wells.						
	• Groundwater regulators take legal action on the geologic storage operator to force						
	remediation of the affected USDW using pump-and-treat technology. • UIC regulators require remedial action to remove, through a CO ₂ extraction well,						
	an accumulation of CO ₂ that has the potential to affect the drinking water.						
	 CO₂ injection is halted for 1 year during these remediation activities. 						
CO ₂ Migration							
to the Surface	 The high-cost story line for groundwater is required. A hyperspectral survey completed during the diagnostic monitoring program 						
to the Surface	identifies surface leakage in a sparsely populated area.						
	 Elevated CO₂ concentrations are detected by a soil gas survey and by indoor air 						
	quality sampling in the basements of several residences.						
	 Affected residents are housed in a local hotel for several nights while venting 						
	systems are installed in their basements.						
	• A soil-venting system is installed at the site.						
	• CO ₂ injection is halted for a year during these remediation activities.						

12.3.4.2.3 Input for the Financial Responsibility Demonstration Plan

The estimated costs for the environmental remediation of the high-cost story line for the case study, \$15M to \$16M, likely represents a high estimate of similar costs for Blue Flint. This statement is based primarily on the fact that the quantity of CO₂ injection of the case study (9,500,000 metric tons of CO₂ per year) is significantly larger than the planned injection quantity of Blue Flint (from 200,000 metric tons of CO₂ per year). Furthermore, the case study site had 450,000 active and

abandoned wells, 400,000 of which penetrate the shallow subsurface to provide for drinking water, irrigation, and industrial uses. In contrast, there is one proposed CO₂ injection well (MAG 1) and one monitoring well (MAG 2) located in the area of Blue Flint. As such, the extreme leakage scenario of the case study represents a more extensive leakage scenario than could exist at the Blue Flint site. Accordingly, even though the same remedial technologies and strategies may be used at both sites to address CO₂ migration, it is assumed that the cost estimates provided for the case study represent a high cost that is unlikely to be incurred for the Blue Flint project. It is on this basis that the value of \$9M has been used for the emergency and remedial response portion of the financial instrument that will be put in place for Blue Flint.

To provide additional perspective for this \$9M cost estimate for environmental remediation, two other cost estimates for the remediation of potential environmental impacts associated with the geologic storage of CO₂ were found in the literature. These costs ranged from \$9M to \$34M. The source of the lower limit (\$9M) was a 2012 study (Trabucchi and others, 2012) which estimated the damages, i.e., dollars necessary to remediate or compensate for harm should a release occur at a commercial storage site (i.e., FutureGen 1.0 located in Jewett, Texas) that planned to inject 1,000,000 metric tons of CO₂ per year. This study estimated the "most likely" (50th percentile) total damages to be approximately \$8.7M and the "upper end" (95th and 99th percentiles) of the total damages to be approximately \$20.1M and \$26.2M, respectively (all estimates in 2020 dollars). Given that that the quantity of CO₂ injection of this case study (1,000,000 metric tons of CO₂ per year) is significantly larger than the planned injection quantity of Blue Flint (from 200,000 metric tons of CO₂ per year) the lower limit of \$9M is a conservatively high estimate for Blue Flint.

The upper limit of the range (\$34M) came from a Class VI UIC permit, which was issued to Archer Daniels Midland (ADM) by the U.S. Environmental Protection Agency (Underground Injection Control Permit – Class VI, Permit No. IL-115-6A-0001). As part of the financial responsibility demonstration plan of the ADM permit, a cost estimate of \$33.8M was provided for the cost element, emergency, and remedial response, which is slightly higher than the 99th percentile cost estimate of \$26.2M for the FutureGen 1.0 site. The planned injection rate for the ADM geologic storage project was ~1,200,000 metric tons per year.¹

12.4 References

Bielicki, J.M., Pollak, M.F., Fitts, J.P., Peters, C.A., and Wilson, E.J., 2013, Causes and financial consequences of geologic CO₂ storage reservoir leakage and interference with other subsurface resources: International Journal of Greenhouse Gas Control, v. 20, p. 272–284.

Manceau, J.C., Hatzignatiou, D.G., Latour, L.L, Jensen, N.B., and Réveillére, A., 2014, Mitigation and remediation technologies and practices in case of undesired migration of CO₂ from a geological storage unit—current status: International Journal of Greenhouse Gas Control, v. 22, p. 272–290.

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¹ It should be noted that both of these examples are injecting CO₂ at a rate 5–6 times higher than the planned injection at the Blue Flint facility, which suggests that these cost estimates are likely higher than the costs that will be required for Blue Flint Sequester Company, LLC.

Trabucchi, C., Donlan, M., Huguenin, M, Konopka, M., and Bolthrunis, S., 2012, Valuation of potential risks arising from a model, commercial-scale CCS project site: Prepared for CCS Valuation Sponsor Group, June 1, 2012.

APPENDIX A MAG 1 FORMATION FLUID SAMPLING

MINNESOTA VALLEY TESTING LABORATORIES, INC.

MVTL

1126 N. Front St. ~ New Ulm, MN 56073 ~ 800-782-3557 ~ Fax 507-359-2890 2616 E. Broadway Ave. ~ Bismarck, ND 58501 ~ 800-279-6885 ~ Fax 701-258-9724 MEMBER 51 W. Lincoln Way ~ Nevada, IA 50201 ~ 800-362-0855 ~ Fax 515-382-3885 ACIL

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AN EQUAL OPPORTUNITY EMPLOYER

Adam Dunlop

Midwest Ag Energy - Blue Flint

2841 3rd St SW

Underwood ND 58576

Project Name: MAG1

Sample Description: Inyan Kara Upper

Page: 1 of 2

Report Date: 12 Nov 20 Lab Number: 20-W4389 Work Order #:82-3067 Account #: 021017

Date Sampled: 2 Nov 20 13:45 Date Received: 2 Nov 20 15:15 Sampled By: MVTL Field Services

PO #: CC#990-81100-002

Temp at Receipt: 5.5C ROI

	As Received Result		Method RL	Method Reference	Date Analyzed	Analyst
Metal Digestion				EPA 200.2	3 Nov 20	HT
pH	* 7.7	units	N/A	SM4500-H+-B-11	3 Nov 20 17:00	HT
Conductivity (EC)	24500	umhos/cm	N/A	SM2510B-11	3 Nov 20 17:00	HT
pH - Field	7.87	units	NA.	SM 4500 H+ B	2 Nov 20 13:45	DJN
Temperature - Field	19.7	Degrees C	NA	SM 2550B	2 Nov 20 13:45	DJN
Total Alkalinity	428	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Phenolphthalein Alk	< 20	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Bicarbonate	428	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Carbonate	< 20	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Hydroxide	< 20	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Conductivity - Field	26360	umhos/cm	1	EPA 120.1	2 Nov 20 13:45	DJN
Total Organic Carbon	746	mg/1	0.5	SM5310C-11	11 Nov 20 23:56	NAS
Sulfate	1100	mg/1	5.00	ASTM D516-11	6 Nov 20 10:02	SD
Chloride	11500	mg/1	2.0	SM4500-C1-E-11	4 Nov 20 8:37	EV
Nitrate-Nitrite as N	< 1 @	mg/1	0.20	EPA 353.2	5 Nov 20 10:12	EV
Ammonia-Nitrogen as N	36.2	mg/1	0.20	EPA 350.1	10 Nov 20 11:46	SD
Mercury - Dissolved	< 0.0002	mg/1	0.0002	EPA 245.1	6 Nov 20 13:06	MDE
Total Dissolved Solids	17000	mg/1	10	USGS I1750-85	4 Nov 20 9:30	HT
Calcium - Total	581	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Magnesium - Total	38.8	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Sodium - Total	5600	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Potassium - Total	139	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Iron - Total	0.74	mg/1	0.10	6010D	11 Nov 20 10:12	MDE
Manganese - Total	0.25	mg/1	0.05	6010D	11 Nov 20 10:12	MDE

RL = Method Reporting Limit

The reporting limit was elevated for any analyte requiring a dilution as coded below:

= Due to sample matrix # = Due to concentration of other analytes | = Due to sample quantity + = Due to internal standard response

CERTIFICATION: ND # ND-00016

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AN EQUAL OPPORTUNITY EMPLOYER

Adam Dunlop Midwest Ag Energy - Blue Flint 2841 3rd St SW

Underwood ND 58576

Project Name: MAG1

Sample Description: Inyan Kara Upper

Page: 2 of 2

Report Date: 12 Nov 20 Lab Number: 20-W4389 Work Order #:82-3067 Account #: 021017

Date Sampled: 2 Nov 20 13:45 Date Received: 2 Nov 20 15:15 Sampled By: MVTL Field Services

PO #: CC#990-81100-002

Temp at Receipt: 5.5C ROI

	As Received Result	Method RL	Method Reference	Date Analyzed	Analyst
Strontium - Dissolved	23.4 mg/1	0.10	6010D	9 Nov 20 12:31	MDE
Arsenic - Dissolved	< 0.004 + mg/1	0.0020	6020B	9 Nov 20 11:20	MDE
Barium - Dissolved	0.4902 mg/1	0.0020	6020B	9 Nov 20 11:20	MDE
Cadmium - Dissolved	< 0.002 + mg/1	0.0005	6020B	9 Nov 20 11:20	MDE
Chromium - Dissolved	< 0.004 + mg/1	0.0020	6020B	9 Nov 20 11:20	MDE
Copper - Dissolved	< 0.004 + mg/1	0.0020	6020B	9 Nov 20 11:20	MDE
Lead - Dissolved	< 0.0005 mg/1	0.0005	6020B	9 Nov 20 11:20	MDE
Molybdenum - Dissolved	0.0353 mg/1	0.0020	6020B	9 Nov 20 11:20	MDE
Selenium - Dissolved	< 0.02 + mq/1	0.0050	6020B	9 Nov 20 11:20	MDE
Silver - Dissolved	< 0.002 + mg/1	0.0005	6020B	9 Nov 20 11:20	MDE

^{*} Holding time exceeded

Approved by: Claudate K. Canteo

Claudette K. Carroll, Laboratory Manager, Bismarck, ND

RL = Method Reporting Limit

The reporting limit was elevated for any analyte requiring a dilution as coded below:

= Due to sample matrix # = Due to concentration of other analytes | = Due to sample quantity + = Due to internal standard response

CERTIFICATION: ND # ND-00016



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Page: 1 of 2

Adam Dunlop Midwest Ag Energy - Blue Flint 2841 3rd St SW Underwood ND 58576

Report Date: 12 Nov 20 Lab Number: 20-W4390 Work Order #:82-3067 Account #: 021017

Date Sampled: 2 Nov 20 13:52 Date Received: 2 Nov 20 15:15 Sampled By: MVTL Field Services

Project Name: MAG1

PO #: CC#990-81100-002

Sample Description: Inyan Kara Lower

Temp at Receipt: 5.5C ROI

	As Receive Result	ed	Method RL	Method Reference	Date Analyzed	Analyst
Metal Digestion				EPA 200.2	3 Nov 20	HT
pH	* 8.1	units	N/A	SM4500-H+-B-11	3 Nov 20 17:00	HT
Conductivity (EC)	22524	umhos/cm	N/A	SM2510B-11	3 Nov 20 17:00	HT
pH - Field	8.35	units	NA	SM 4500 H+ B	2 Nov 20 13:52	DJN
Temperature - Field	19.0	Degrees C	NA	SM 2550B	2 Nov 20 13:52	DJN
Total Alkalinity	393	mq/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Phenolphthalein Alk	< 20	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Bicarbonate	393	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Carbonate	< 20	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Hydroxide	< 20	mg/1 CaCO3	20	SM2320B-11	3 Nov 20 17:00	HT
Conductivity - Field	24178	umhos/cm	1	EPA 120.1	2 Nov 20 13:52	DJN
Total Organic Carbon	889	mq/1	0.5	SM5310C-11	11 Nov 20 23:56	NAS
Sulfate	1110	mq/1	5.00	ASTM D516-11	6 Nov 20 10:02	SD
Chloride	9520	mg/1	2.0	SM4500-C1-E-11	4 Nov 20 8:37	EV
Nitrate-Nitrite as N	< 1 @	mg/1	0.20	EPA 353.2	5 Nov 20 10:12	EV
Ammonia-Nitrogen as N	37.1	mg/1	0.20	EPA 350.1	10 Nov 20 11:46	SD
Mercury - Dissolved	< 0.0002	mg/1	0.0002	EPA 245.1	6 Nov 20 13:06	MDE
Total Dissolved Solids	15600	mg/1	10	USGS I1750-85	4 Nov 20 9:30	HT
Calcium - Total	516	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Magnesium - Total	34.6	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Sodium - Total	5130	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Potassium - Total	140	mg/1	1.0	6010D	5 Nov 20 11:27	MDE
Iron - Total	< 0.5 ⊚	mg/1	0.10	6010D	11 Nov 20 10:12	MDE
Manganese - Total	< 0.25 @	mg/1	0.05	6010D	11 Nov 20 10:12	MDE

RL = Method Reporting Limit

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Adam Dunlop

Midwest Ag Energy - Blue Flint 2841 3rd St SW

Underwood ND 58576

Project Name: MAG1

Sample Description: Inyan Kara Lower

Page: 2 of 2

Report Date: 12 Nov 20 Lab Number: 20-W4390 Work Order #:82-3067 Account #: 021017

Date Sampled: 2 Nov 20 13:52 Date Received: 2 Nov 20 15:15 Sampled By: MVTL Field Services

PO #: CC#990-81100-002

Temp at Receipt: 5.5C ROI

	As Receive Result	ed	Method RL	Method Reference	Date Analyzed	Analyst
Strontium - Dissolved	21.4	mg/1	0.10	6010D	9 Nov 20 12:31	MDE
Arsenic - Dissolved	< 0.002	mq/1	0.0020	6020B	9 Nov 20 11:20	MDE
Barium - Dissolved	0.2619	mg/1	0.0020	6020B	9 Nov 20 11:20	MDE
Cadmium - Dissolved	< 0.0005	mg/1	0.0005	6020B	9 Nov 20 11:20	MDE
Chromium - Dissolved	0.0020	mq/1	0.0020	6020B	9 Nov 20 11:20	MDE
Copper - Dissolved	0.0041	mq/1	0.0020	6020B	9 Nov 20 11:20	MDE
Lead - Dissolved	< 0.0005	mq/1	0.0005	6020B	9 Nov 20 11:20	MDE
Molybdenum - Dissolved	0.0523	mq/1	0.0020	6020B	9 Nov 20 11:20	MDE
Selenium - Dissolved	< 0.01 ^	mq/1	0.0050	6020B	9 Nov 20 11:20	MDE
Silver - Dissolved	< 0.0005	mq/1	0.0005	6020B	9 Nov 20 11:20	MDE

^{*} Holding time exceeded

Approved by: Claudate K. Canreo

Claudette K. Carroll, Laboratory Manager, Bismarck, ND

RL = Method Reporting Limit

The reporting limit was elevated for any analyte requiring a dilution as coded below:

= Due to sample matrix # = Due to concentration of other analytes | = Due to sample quantity + = Due to internal standard response

CHRTIFICATION: ND # ND-00016

[^] Elevated result due to instrument performance at the lower limit of quantification (LLOQ).



Contact Person: Ian Feole

15 North 23rd Street -- Stop 9018 / Grand Forks, ND 58202-9018 / Phone: (701) 777-5000 Fax: 777-5181 Web Site: www.undeerc.org

ANALYTICAL RESEARCH LAB - Final Results

July 20, 2022

Set Number: 55028 Request Date: Tuesday, June 7, 2022 Fund#: 27026 Due Date: Tuesday, June 21, 2022

> Set Description: Midwest AgEnergy - MAG-1 Broom Creek Formation Water PI: Ian Feole

Sample	Parameter	Res	ult
55028-01	MAG-1 Broom Creek 6/4/22		
	Alkalinity, as Bicarbonate (HCO3-)	249	mg/L
	Alkalinity, as Carbonate (CO3=)	0	mg/L
	Alkalinity, as Hydroxide (OH-)	0	mg/L
	Alkalinity, Total as CaCO3	204	mg/L
	Bromide	21.8	mg/L
	Calcium	823	mg/L
	Chloride	11600	mg/L
	Conductivity at 25°C	39900	μS/cm
	Density	1.02	g/mL
	Magnesium	187	mg/L
	pH	7.48	
	Potassium	90.9	mg/L
	Sodium		mg/L
	Strontium		mg/L
	Sulfate	7350	mg/L
	Total Dissolved Solids	28600	mg/L

Distribution	Dete
LASTIDUTION	Date





Account #: 74217 Client: Neset Consulting

Workorder: Mag #1 (1427)

Jean Datahan Neset Consulting 6844 Hwy 40 Tioga, ND 58852

Certificate of Analysis

Approval

All data reported has been reviewed and approved by:

C. Courted

Claudette Carroll, Lab Manager Bismarck, ND

Analyses performed under Minnesota Department of Health Accreditation conforms to the current TNI standards.

NEW ULM LAB CERTIFICATIONS: MN LAB # 027-015-125 ND WW/DW # R-040

BISMARCK LAB CERTIFICATIONS: MN LAB # 038-999-267 ND W/DW # ND-016 SD SDWA

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Corrected 1427 - 674856

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Account #: 74217 Client: Neset Consulting

Workorder Summary

Workorder Comments

All analytes with dilution factors greater than 1 (displayed in DF column) required dilution due to matrix or high concentration of target analyte unless otherwise noted and reporting limits (RDL column) have been adjusted accordingly.

Workorder amended (project name). 14 Jul 22

Sample Comments

1427001 (Broom Creek) - Sample

Temperature received outside of the 0 - 6 °C range specified by EPA requirements. Client has authorized MVTL to proceed with analysis through direct communication or authorization letter retained on file with customer service.

Task Comments

1427001 - 618013 - GENb/346

Sample required dilution due to matrix. Reporting limit has been raised.

Analysis Results Comments

1427001 (Broom Creek)

The reporting limit for this analyte has been raised to account for the reporting limit verification standard. (Copper, Dissolved)

1427001 (Broom Creek)

Sample required dilution due to matrix. Reporting limit has been raised.

(Nitrate + Nitrite as N)

1427001 (Broom Creek)

Sample analyzed beyond holding time.(pH)

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Account #: 74217 Client: Neset Consulting

Analytical Results

Lab ID: 1427001 Date Collected: 06/04/2022 13:40 Matrix: Groundwater Sample ID: Date Received: 06/06/2022 08:00 MVTL Field Service **Broom Creek** Collector:

Temp @ Receipt (C):	26.6	Received on Ice:	Yes						
Calculated									
Method: SM1030F									
Parameter	Resi	ılts Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Cation Summation	463	meq/L		1	07/14/2022 15:43	07/14/2022 15:43	cw		
Anion Summation	557	meq/L		1	07/14/2022 15:43 07/14/2022	07/14/2022 15:43 07/14/2022	CW		
Percent Difference	-9.20	%		1	15:43	15:43	CW		
Inorganic Chemistry									
Method: ASTM D516-11									
Parameter	Resi	ults Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Sulfate	7940	mg/L	250	50	06/10/2022 11:25	06/10/2022 11:25	EJV	MA,NDA	
Method: EPA 350.1									
Parameter	Resu	ults Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Ammonia as N	14.5	mg/L	0.2	2	06/07/2022 15:37	06/07/2022 15:37	EMS		
Method: EPA 353.2									
Parameter	Resi	ılts Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Nitrate + Nitrite as N	<2	mg/L	2	10	06/09/2022 09:27	06/09/2022 09:27	EJV	MA,NDA	•
Method: SM 5310C-2014									
Parameter	Resi	ılts Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Total Organic Carbon	89.8	mg/L	0.5	500	06/14/2022 08:48	06/14/2022 08:48	NS	MA,NDA	
Method: SM2320 B-2011									
Parameter	Resi	ults Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Parameter Alkalinity, Total	Resu 176	mg/L as CaCO3	RDL 20.5	DF 1	06/08/2022 15:21	06/08/2022 15:21	By RAA	Cert MA,NDA	Qual
	176	mg/L as CaCO3 mg/L as CaCO3			08/08/2022 15:21 06/08/2022 15:21	06/08/2022 15:21 06/08/2022 15:21			Qual
Alkalinity, Total	176	mg/L as CaCO3 mg/L as CaCO3	20.5	1	06/08/2022 15:21 06/08/2022	06/08/2022 15:21 06/08/2022	RAA		Qual

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20.5

06/08/2022

15:21

06/08/2022

15:21

RAA

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mg/L as CaCO3

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<20.5

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Hydroxide



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Account #: 74217 Client: Neset Consulting

Analytical Results

 Lab ID:
 1427001
 Date Collected:
 06/04/2022 13:40
 Matrix:
 Groundwater

 Sample ID:
 Broom Creek
 Date Received:
 06/06/2022 08:00
 Collector:
 MVTL Field Service

Temp @ Receipt (C): 26.6 Received on Ice: Yes

Inorganic Chemistry

Inorganic Chemistry									
Method: SM2510 B-2011 EC									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qua
Specific Conductance	34490	umhos/cm	1	1	06/06/2022 18:31	06/06/2022 18:31	AMC	MA,NDA	
Method: SM4500 H+ B-2011									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
рН	7.6	units	0.1	1	06/08/2022 15:21	06/08/2022 15:21	RAA	MA,NDA	•
Method: SM4500-CI-E 2011									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Chloride	13800	mg/L	200	100	06/09/2022 17:05	06/09/2022 17:05	EJV	MA,NDA	
Method: USGS I-1750-85									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Total Dissolved Solids	28700	mg/L	10	1	06/07/2022 15:49	06/07/2022 15:49	AMC	MA,NDA	
Metals									
Method: EPA 245.1									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Mercury, Dissolved	<0.0002	mg/L	0.0002	1	06/24/2022 11:00	06/28/2022 09:00	MDE	MA,NDA	
Method: EPA 6010D									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Calcium	937	mg/L	10	10	06/06/2022 17:20	06/23/2022 12:06	SLZ	MA,NDA	
Magnesium	197	mg/L	10	10	06/06/2022 17:20	06/23/2022 12:06	SLZ	MA,NDA	
Sodium	9080	mg/L	50	50	06/06/2022 17:20	06/23/2022 12:13	SLZ	MA,NDA	
Potassium	110	mg/L	10	10	06/06/2022 17:20	06/23/2022 12:06	SLZ	MA,NDA	
Iron	33.8	mg/L	1	10	06/06/2022 17:20	06/09/2022 14:46	SLZ	MA,NDA	
Manganese	<0.5	mg/L	0.5	10	06/06/2022 17:20	06/09/2022 14:46	SLZ	MA,NDA	

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10

10

06/06/2022

06/06/2022

17:20

17:20

06/09/2022

06/09/2022

14:44

14:44

Report Date: Thursday, July 14, 2022 3:47:06 PM

<1

17.0

mg/L

mg/L

1

1

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SLZ

SLZ

MA,NDA

MA,NDA

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Barium, Dissolved

Strontium, Dissolved



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Account #: 74217 Client: Neset Consulting

Analytical Results

 Lab ID:
 1427001
 Date Collected:
 06/04/2022 13:40
 Matrix:
 Groundwater

 Sample ID:
 Broom Creek
 Date Received:
 06/06/2022 08:00
 Collector:
 MVTL Field Service

Temp @ Receipt (C): 26.6 Received on Ice: Yes

Metals

Method: EPA 6020B

Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Arsenic, Dissolved	<0.008	mg/L	0.008	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Chromium, Dissolved	0.0085	mg/L	0.008	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Lead, Dissolved	<0.002	mg/L	0.002	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Selenium, Dissolved	<0.02	mg/L	0.02	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Silver, Dissolved	<0.002	mg/L	0.002	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Cadmium, Dissolved	<0.002	mg/L	0.002	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Molybdenum, Dissolved	1.010	mg/L	0.008	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	
Copper, Dissolved	<0.008	mg/L	0.008	20	06/06/2022 17:20	07/06/2022 13:59	MDE	MA,NDA	*
Sampling Information									
Method: 120.1									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Specific Conductance - Field	35976	umhos/cm	1	1	06/04/2022 13:40	06/04/2022 13:40	JSM		
Method: 150.2									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
pH - Field	7.36	units	0.01	1	06/04/2022 13:40	06/04/2022 13:40	JSM		
Method: 170.1									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
Temperature - Field C	31.21	degrees C		1	06/04/2022 13:40	06/04/2022 13:40	JSM		
Method: SM2110									
Parameter	Results	Units	RDL	DF	Prepared	Analyzed	Ву	Cert	Qual
	Slightly				06/04/2022	06/04/2022			

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Minnesota Valley Testing Laboratories 2616 E. Broadway Ave Bismarck, ND 58501

CC:

(701) 258-9720

Neset Consulting WO: 1427



Chain of Custody Record

Mag #1

Report To:	Neset Consulting

Attn: Address: Jean Datahan 6844 Hwy 40 Tioga, ND 58852

Phone:

701-664-1492

jeandatahan@nestconsulting.com Email:

Project Name:

Event:

Sampled By:

Sample Information Field Readings Sample Containers 500 mL HNO3 (filtered) 250 mL H2SO4 Sample Type TOC (set of 3) 1 Liter Raw Temp (°C) Time Date Lab Number Sample ID Analysis Required X X X X 4 Ju 22 7,36 Broom Creek 1340 GW 31.21 35,976 ST Neset Gw well List

Comments:

ST = Slightly Turbid

Relinquished By		Sampl	e Condition	Received By	
Name	Date/Time	Location	Temp (°C)	Name	Date/Time
270/2	1520	Log In Walk in #2	λοι 26.6 TM562 / 7M805	Teacher	6 Jun 2 2
2					

APPENDIX B

HISTORIC FRESHWATER WELL FLUID SAMPLING

HISTORIC FRESHWATER WELL FLUID SAMPLING

The Falkirk Mining Company (FMC), a wholly owned subsidiary of North American Coal Corporation, has implemented a shallow groundwater monitoring program since the 1970s as part of its operations at the Falkirk Mine. The shallow groundwater monitoring program has established baselines of water quality for many of the freshwater aquifer systems within the Blue Flint CO₂ storage project AOR.

Hundreds of shallow groundwater wells (monitoring sites) have been drilled to date over the >50,000 acres leased to FMC. Each of the monitoring sites is tested annually to assess groundwater quality in the area. The monitoring sites sample from either surficial glacial aquifers of the Coleharbor Group (Pleistocene) or water-bearing coalbed (lignite) horizons of the Sentinel Butte and Bullion Creek Formations of the Fort Union Group (Paleocene) (U.S. Bureau of Land Management, 2017). Figure B-1 summarizes the stratigraphy and identifies which freshwater aquifers are present and under surveillance in the Underwood area.

Wall Bar	5	SYSTEM		ROCK	K UNIT		FRESHWATER AQUIFER(S)	FRESHWATER AQUIFER			
\$			SERIES	GROUP	FORM	IATION	PRESENT	NAMES			
		ary	Holocene		Oahe		No				
	Quate	rine	Pleistocene	Coleharbor	"Glacial Drift"		Yes	Weller Slough and Turtle Lake			
OIC			Eocene		Golden Valley		No				
OZO				Sentinel Butte		Yes	Hagel A and B coal beds and C sand				
EN	CENOZOIC iiary	Tertiary Paleogene	ogen	ogen	leogen			Tongue	Bullion Creek	Yes	Tavis Creek and Coal Lake Coulee coal beds and Hensler sand
	Tert		Paleocene	Fort Union	River	Slope	No				
	·				Cannonball		Yes				
					Luc	dlow	Yes				
OIC	011	3			Hell	Creek	Yes				
ozo	000	200	Upper	Montana	Fox	Hills	Yes				
MES	MESOZOIC Cretaceous		-1.		Pie	erre	No	_			

Figure B-1. Stratigraphic column showing the shallow subsurface geologic units and freshwater aquifer systems for the region in and around Underwood, North Dakota. Major freshwater aquifer systems under FMC's surveillance are indicated at far right (modified from Murphy and others [2009]).

Table B-1 summarizes the ranges of pH, electrical conductivity (EC), total dissolved solids (TDS), and total alkalinity measured from 15 active monitoring sites within the AOR. Figure B-2 is a map showing the locations of the selected monitoring sites. Monitoring sites were selected to establish baseline conditions for the Blue Flint CO₂ storage project if the wells 1) are operated by FMC, 2) have multiple years of recent (i.e., 2015 or later) geochemical results available, 3) and fall within a mile of the AOR.

The groundwater wells were drilled no more than 150 ft below ground surface and were perforated or screened along a 5–20-ft zone for sampling the horizons of interest. Groundwater wells represented in Table B-1 each have a minimum of four water chemistry samples collected and a maximum of seven. All water chemistries were determined by MVTL.

Table B-1. Summary of Water Chemistries at 15 Monitoring Sites in the AOR

Number of Wells	Water Samples	Data Vintage	Sampling Horizon	pН	EC, mS/cm	TDS, mg/L	Total Alkalinity, mg/L CaCO ₃
3	19	2015–2021	Spoils	7.0-8.3	1,958–3,632	1,290–2,610	549–1,370
2	13	2015-2021	Sheet Sand	6.1-6.9	1,458–2,628	991-1,960	282-887
2	11	2015–2021	Coleharbor	6.7–7.6	1,673–2,210	1,130–1,670	399–496
1	7	2015-2021	Hagel A	6.4–6.8	1,496–1,819	1,010-1,400	360–388
1	7	2015-2021	Hagel A&B	5.9-6.2	2,538–3,560	2,040-3,070	261–278
3	21	2015-2021	Hagel B	6.2 - 7.5	1,329–2,013	830-1,450	270-443
1	5	2017–2021	C Sand	8.2-8.4	2,323-2,362	1,440–1,950	999–1,240
2	14	2015-2021	Tavis Creek	7.0-8.4	2,215–2,367	1,330-2,020	524-1,260

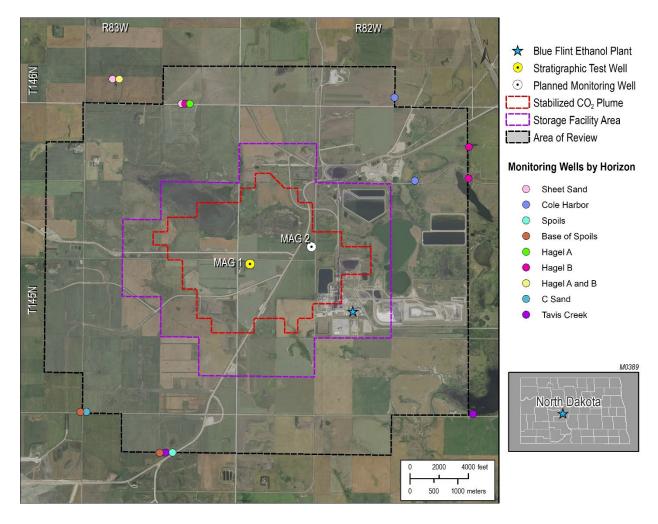


Figure B-2. Locations of the 15 monitoring sites operated by FMC with multiple years of recent (i.e., 2015 or later) water chemistry results available.

REFERENCES

Murphy, E.C., Nordeng, S.H., Juenker, B.J., and Hoganson, J.W., 2009, North Dakota stratigraphic column: North Dakota Geological Survey Miscellaneous Series 91.

U.S. Department of the Interior Bureau of Land Management, 2017, Environmental assessment DOI-BLM-MT-C030-2016-0020-EA: The Falkirk Mining Company Federal Coal Lease by Application, Dickinson, North Dakota, 121 p.

APPENDIX C QUALITY ASSURANCE SURVEILLANCE PLAN

C1.0 QUALITY ASSURANCE AND SURVEILLANCE PLAN

The primary goal of the testing and monitoring plan (Section 5) of this storage facility permit application is to ensure that the geologic storage project is operating as permitted and is not endangering USDWs. In compliance with NDAC § 43-05-01-11.4 (Testing and Monitoring Requirements), this quality assurance and surveillance plan (QASP) was developed and is provided as part of the testing and monitoring plan.

C1.1 CO₂ Stream Analysis

NDAC § 43-05-01-11.4(1)(a) requires analysis of the CO₂ stream in compliance with applicable analytical methods and standards generally accepted by industry and with sufficient frequency to yield data representative of its chemical and physical characteristics. Blue Flint will collect samples of the injected CO₂ stream quarterly at the liquefaction outlet and analyze the CO₂ stream to determine the concentrations of CO₂, nitrogen, oxygen, hydrogen, water, hydrogen sulfide, carbon monoxide, and a suite of hydrocarbons (e.g., ethane, propane, n-butane, and methane) via a third party. Selected stable isotopes (i.e., isotopes of carbon dioxide [¹²C and ¹³C], methane [¹²C and ¹³C], and deuterium [²H]) will also be sampled in the first year to establish a baseline. The isotopic analyses will be outsourced to commercial laboratories that will employ standard analytical QA/QC protocols used in the industry.

C1.2 Surface Facilities Leak Detection Plan

The surface leak detection and monitoring plan is outlined in Section 5.2. The SCADA system (described in Attachment A-1) will continuously monitor surface facilities operations in real time and be equipped with automated alarms that will notify the Blue Flint operations center in the event of an anomalous reading. A generalized specification sheet for the CO₂ detection stations (see Attachment A-2) will monitor CO₂ levels at each wellsite to ensure workspace atmospheres are safe.

C1.3 Corrosion Monitoring and Prevention Plan

C1.3.1 Corrosion Monitoring

The flow line will use the corrosion coupon method to monitor for corrosion in the flow line and injection wellbore throughout the operational phase of the project, focusing on loss of mass, thickness, cracking, and pitting as well as other visual signs of corrosion of the materials of interest. The coupon sample port will be located near the liquefaction outlet, and sampling will occur quarterly during the first year of injection and once a year thereafter.

The process that will be used to conduct each coupon test is described below.

C1.3.1.1 Sample Description

Corrosion coupons that are representative of the construction materials of the flowline and injection well that contact the CO₂ stream will be tested. Materials from these process components and/or conventional corrosion coupons of similar composition and specifications will be weighed, measured, and photographed prior to initial exposure.

C1.3.1.2 Sample Exposure

Each sample will be suspended in a flow-through apparatus, which will be located downstream of all processes (i.e., at the liquefaction outlet which connects to the start of the flowline). A parallel stream of high-pressure CO₂ will be withdrawn from the flowline, passed through the flow-through apparatus, and then routed back into a lower-pressure point upstream in the compression system. This loop will operate any time injection is occurring. The operation of this system will provide exposure of the samples to CO₂ representative of the composition, temperature, and pressures that will be present along the flowline, at the wellhead, and in the injection tubing.

C1.3.1.3 Sample Handling and Monitoring

The exposed materials/coupons will be handled and assessed for corrosion in accordance with either National Association of Colleges and Employers (NACE) Standard SP0775—Preparation, Installation, Analysis, and Interpretation of Corrosion Coupons in Oilfield Operations—(2018) or American Society for Testing Materials (ASTM) International Method G1-03—Standard Practice for Preparing, Cleaning, and Evaluating Corrosion Test Specimens—(2017) to determine and document corrosion rates based on mass loss. The coupons will be photographed, visually inspected for cracking and pitting with a minimum of 10× power, dimensionally measured (to within 25.4 micrometers), and weighed (to within 0.0001 gram).

C1.3.2 Corrosion Prevention

The corrosion prevention plan for the surface facilities and the wellbores is outlined in Sections 5.3.1 and 5.6, respectively. Attachment A-3 describes the specifications of the FlexSteel flowline. The wellbore designs, which show what corrosion-resistant materials will be used in the MAG 1 and MAG 2 wells, are shown in Section 9, Figures 9-1 and 9-3, respectively.

C1.4 Wellbore Mechanical Integrity Testing Plan

The plan for mechanical integrity testing of the CO₂ injection well and deep monitoring well can be found in Section 5.4 of this application. The specification sheet for the USIT is provided in Attachment A-4. Blue Flint will select third parties to perform logging and testing specified in the testing and monitoring plan. Blue Flint will also ensure that third parties apply proper QA/QC protocols to the tools to ensure their effectiveness and functionality and that all well testing procedures follow industry standards.

C1.5 Near-Surface Soil Gas and Groundwater Monitoring

Near-surface sampling discussed herein comprises 1) sampling of soil gas in the shallow vadose zone and 2) sampling groundwater aquifers (to the lowest USDW). Sampling and chemical analysis of these zones will provide concentrations of chemical constituents, including stable and radiogenic carbon isotopes to detect movement of the CO₂ out of the reservoir. These monitoring efforts will provide data to confirm that near-surface environments are not adversely impacted by CO₂ injection and storage operations.

C1.5.1 Soil Gas

Vadose zone soil gas monitoring directly measures the characteristics of the air space between soil components and is an indirect indicator of both chemical and biological processes occurring in and below a sampling horizon. A total of five semi-permanent soil gas locations will be sampled in the

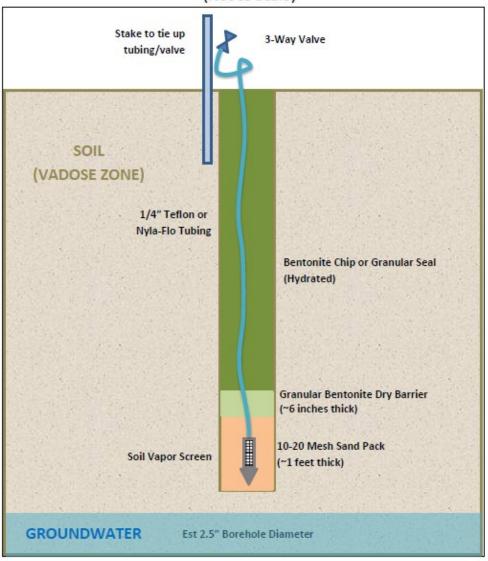
SFA (as shown in Figure 5-5) to establish baseline conditions. Figure C-1 illustrates the schematic for the semi-permanent soil gas probes that will be used to collect baseline data.



Advanced Site Characterization & Optimized In-Situ Remediation

Soil Gas Monitor Well Construction Schematic

(Not to Scale)



Rocky Mountain/Midwest Region (303) 277-1694 Vista GeoScience www.VistaGeoScience.com (281) 310-5560

Figure C-1. Well schematic of the soil gas probe locations.

C1.5.1.1 Soil Gas-Sampling and Analysis Protocol

 CH_4

Section 5.7.2 of this application outlines the sampling plan for soil gas. Tables C-1 and C-2 indicate the analytes planned to be included in each soil gas analysis.

Blue Flint will select North Dakota service providers to install semi-permanent soil gas probe locations and soil gas profile stations, as well as sample soil gas and analyze all soil gas data. All soil gas samples are expected to be collected using a Post Run Tubing (PRT) sampling system from a projected target depth interval. Each location will be purged using a Landtec GEM 2000 or 5000 model equivalent. Field technicians will monitor and record O₂, CH₄, CO₂, and H₂S readings while purging each location. The purging of each location should continue until either an estimated three system volumes have been purged or until readings have stabilized. The samples will then be collected in sample bags. A duplicate pair of samples should be collected from one of the soil gas sampling locations, and a pair of ambient air "sample blank" samples should be collected from each location as well. After all samples have been collected, the samples will be shipped or delivered to a commercial laboratory in North Dakota for analysis.

C1.5.1.2 QA/QC Procedures

Commercial laboratories selected for the performing the chemical analyses on the soil gas samples will employ standard analytical QA/QC protocols used in the industry.

Table C-1. Soil Gas Analytes Identified with Field and Laboratory Instruments
Landtec GEM 2000 or 5000
Analyte
CO ₂
O_2
H ₂ S

Table C-2. Isotope Measurements of Soil Gas Samples

Gus Sumpres	
Isotope	Units
δ^{13} C of CO ₂ *	‰ (per mil)
δ^{13} C of CH ₄ *	‰ (per mil)
δD of CH ₄ *	‰ (per mil)

^{*} Only measured if high enough concentration detected.

C1.5.2 Groundwater/USDW

Section 5.7.2 of this application describes the plan for monitoring groundwater (to the lowest USDW). The sampling procedure that Minnesota Valley Testing Laboratories (MVTL) (Bismarck, North Dakota) will utilize is described below.

C1.5.2.1 Groundwater-Sampling and Analysis Protocol

Baseline Groundwater Wells (five groundwater wells within 1 mile of the AOR and a dedicated Fox Hills monitoring well near the MAG 1 location)

Groundwater samples will be collected by MVTL from these wells using the wells' submersible pumps. MVTL will apply the following standard procedure for sampling the wells:

- 1. Determine the use of the well prior to sample collection (e.g., domestic, livestock, irrigation, municipal).
- 2. Purge the well using a measured bucket to determine the pumping rate when the valve is fully open.
 - a. The longer the well has not been in use, the longer the well will need to be purged before sample collection. Purge time will also depend on the total depth of the well.
 - b. For wells used daily, purge the well for 1–2 minutes. For wells used on a seasonal basis, such as livestock or irrigation, purge the well for 15 minutes, or longer if the well is over 100 feet deep. If the well has not been in use in the past year, three well volumes may need to be removed to ensure a freshwater sample can be collected.
- 3. Collect the sample.
 - a. Once the well has been sufficiently purged, sample collection can proceed.
 - b. Record the location of the sample point.
 - c. Record the pumping rate and volume purged.
 - d. Collect field readings: temperature, conductivity, and pH.
 - e. Fill appropriate sample containers for analysis.

Two laboratories will be used to analyze the water samples: 1) MVTL will analyze samples for general parameters, anions, cations, metals (dissolved and total), and nonmetals (Tables C-3 and C-4); and 2) Blue Flint will select another North Dakota commercial laboratory for analyzing samples for stable isotopes (Table C-5).

Table C-3. Measurements of General Parameters for Groundwater Samples

Groundwater Samples	
Parameter	Method
pН	SM ¹ 4500-H+-B-11
Conductivity	SM2510B-11
Alkalinity	SM 2320B
Temperature	SM2550B
Total Dissolved Solids	SM 2540C
Total Inorganic Carbon	EPA ² 9060
Dissolved Inorganic	EPA 9060
Carbon (DIC)	
Total Organic Carbon	SM 5310B
Dissolved Organic	SM 5310B
Carbon	
Total Mercury	EPA 7470A
Dissolved Mercury	EPA 245.2
Total Metals ³	EPA 6010B/6020
(26 metals)	
Dissolved Metals ³	EPA 200.7/200.8
(26 metals)	
Bromide	EPA 300.0
Chloride	EPA 300.0
Fluoride	EPA 300.0
Sulfate	EPA 300.0
Nitrite	EPA 353.2

¹ Standard method

Table C-4. Total and Dissolved Metals and Cation Measurements for Groundwater Samples

Measurements for Groundwater Samples								
Metals	Major Cations	Trace Metals						
Antimony	Barium	Aluminum						
Arsenic	Boron	Cobalt						
Beryllium	Calcium	Lithium						
Cadmium	Iron	Molybdenum						
Chromium	Magnesium	Vanadium						
Copper	Manganese							
Lead	Potassium							
Mercury	Silicon							
Nickel	Sodium							
Selenium	Strontium							
Silver	Phosphorus							
Thallium	-							
Zinc								

² U.S. Environmental Protection Agency.

³ See Table B-2 for entire sampling list of total and dissolved metals.

Table C-5. Stable Isotope Measurements and Dissolved Gases in Groundwater

Isotope	Units
δD H ₂ O	‰ (per mil)
$\delta^{18}\mathrm{OH_2O}$	‰ (per mil)
δ^{13} C DIC	‰ (per mil)
δ ¹³ C Methane (if present)	‰ (per mil)
δ ¹³ C Ethane (if present)	‰ (per mil)
δ ¹³ C Propane (if present)	‰ (per mil)
δD Methane (if present)	‰ (per mil)
δ^{13} C CO ₂ (if present)	‰ (per mil)

C1.5.2.2 Quality Assurance/Quality Control

Groundwater Wells

The laboratory analyses will be performed in accordance with the commercial laboratories' internal QA/QC procedures (e.g., Table C-3 and www.mvtl.com/QualityAssurance). In addition, duplicate samples will be taken to assess the combined accuracy of the field sampling and laboratory analysis methods. These duplicate samples will be collected at the same time and location for each of the groundwater wells.

C1.6 Storage Reservoir Monitoring

Monitoring of the storage reservoir during the injection operation includes monitoring with direct and indirect methods, as described in Section 5.7 of this application. Direct methods include monitoring: the injection flow rates and volumes; wellhead injection temperature and pressure; bottomhole injection pressure and temperature; saturation profile from the storage reservoir to the AZMI; and the tubing—casing annulus pressure or casing pressure. Indirect methods include time-lapse 2D seismic surveys and passive seismicity monitoring.

C1.6.1 Direct Methods

C1.6.1.1 Wireline Logging and Retrievable Monitoring

The wireline logging and retrievable monitoring that will be performed comprise PNLs, which include temperature and pressure data, ultrasonic logs, injection zone pressure falloff tests, and corrosion/wellbore integrity monitoring. The information provided by these monitoring efforts is as follows:

- USIT (described in Attachment A-4) or alternative casing inspection logging provides an assessment of the mechanical integrity and assessment of corrosion of the wellbore.
- PNL (example in Attachment A-5) provides information regarding gas saturation in the formations, which can be used to determine if the injected CO₂ is contained within the storage formation as well as ground truth information provided by the seismic surveys.
- Pressure falloff tests provide an assessment of the storage reservoir injectivity.

All wireline logging events will follow API (American Petroleum Institute) guidelines along with the standard operating procedures of a third-party wireline operator. More details regarding each of these monitoring techniques are provided below.

<u>Ultrasonic Imaging Tool</u>

The USIT indicates the quality of the cement bond at the cement—casing interface and provides casing inspection (corrosion detection, monitoring, and casing thickness analysis). The tool is deployed on wireline with a transmitter emitting ultrasonic pulses and measuring the reflected ultrasonic waveforms received from the internal and external casing interfaces. The entire circumference of the casing is scanned, enabling the evaluation of the radial cement bond and the detection of internal and external casing damage or deformation. The high angular and vertical tool resolutions can detect cement channels as narrow as 1.2 inches. Detailed measurement and mechanical specifications for the USIT tool are provided in Attachment A-4. The wireline operator will provide QA/QC procedures and tool calibration for this equipment.

Pulsed-Neutron Logs

PNLs provide formation evaluation and reservoir monitoring in cased holes. PNL is deployed as a wireline logging tool with an electronic pulsed-neutron source and one or more detectors that typically measure neutrons or GRs (Rose and others, 2015). High-speed digital signal electronics process the GR response and its time of arrival relative to the start of the neutron pulse. Spectral analysis algorithms translate the GR energy and time relationship into concentrations of elements (Schlumberger, 2017).

Detection limits for CO₂ saturation for PNL tools vary with the logging speed as well as the formation porosity. Blue Flint plans to select a PNL service provider and tool and ensure the wireline operator provides QA/QC procedures and tool calibration for their equipment.

Description of Regular PNL Protocol

After the drilling and before CO₂ injection, a PNL will be run in the injection well and deep monitoring well to provide a baseline to which future PNL runs will be compared.

The following general procedure will be followed when running a PNL in the injection well and deep monitoring well:

- 1. Hold a safety meeting and ensure that all personnel are wearing proper PPE:
 - a. Rig up PPE.
 - b. Ensure that all safety precautions are taken.
- 2. Shut well in by closing the outside wing valve and upper master valve.
- 3. Rig up lubricator, and pressure-test connections and seals to 2000 pounds per square inch.
- 4. Open crown valve.
- 5. Open top master valve and proceed downhole to the injection packer with the PNL tool.

- 6. Make a 30-minute stop at the bottom of the hole and record a static BHP.
- 7. Proceed with running the PNL, making stops every 500 feet for five minutes each to record a static fluid pressure.
- 8. Once the logging tool is at the surface and in the lubricator, make a 5-minute stop to record the surface pressure in the tubing.
- 9. Close the crown valve and top master valve. Bleed pressure from the tree and lubricator.
- 10. Remove lubricator and replace the top cap and pressure gauge.
- 11. Open the top master valve, and again record the tubing and annular pressures.
- 12. Rig down the wireline company and clean the location.
- 13. Return the well to injection service by opening the outside wing valve.

Injection Zone Pressure Falloff Test

The injection zone pressure falloff test will be performed in the injection well prior to initiation of CO₂ injection activities and at least once every 5 years thereafter to demonstrate storage reservoir injectivity. Pressure data will be recorded during the pressure falloff test at the bottomhole.

C1.6.2 Indirect Monitoring Methods

The indirect monitoring that is planned for the project includes time-lapse seismic surveys and passive seismicity monitoring. This indirect monitoring method will characterize attributes associated with the injected CO₂, including plume extents, mass changes, pressure changes, and potential seismicity. Details regarding the application and quality of this method are provided in the remainder of this section:

C1.6.2.1 Time-Lapse Seismic Surveys

Application of time-lapse seismic surveys for monitoring changes in acoustic properties requires a quality preoperational seismic survey for baseline conditions. The monitor survey should be repeated as closely to the baseline conditions and parameters as possible. The seismic monitor data should be reprocessed simultaneously with the original baseline data or processed with the same steps and workflow to ensure repeatability. Repeatability is a measure of 4D seismic quality (Lumley and others, 1997, 2000) that can be quantified once the processed data are analyzed by an experienced 4D seismic interpreter.

C1.6.2.2 Passive Seismic Recording

Continuous monitoring of seismic activity will include USGS seismometer stations already operating in North Dakota (Figure 5-7). Additional seismometer stations may be installed as needed. The distributed acoustic sensing (DAS) fiber optic systems installed on the injection well MAG 1 and the monitoring well MAG 2, capable of autonomously and continuously measuring a wide range of seismicity (micro/macro events) with the installation of additional seismometer stations, may be used to supplement passive seismicity monitoring efforts as needed.

C1.7 Completed Well Logging

The well testing and logging plan is described in Section 5.5 of this application. Several continuous measurements of the storage formation properties were either made in the MAG 1 wellbore or are planned for the MAG 2 wellbore using wireline-logging techniques.

All wireline logging companies who perform work for the Blue Flint CO₂ Storage Project will employ standard analytical QA/QC protocols used in the industry.

C1.8 References

- ASTM International, 2017, ASTM G1-03(2017)e1, Standard practice for preparing, cleaning, and evaluating corrosion specimens: West Conshohocken, Pennsylvania, ASTM International, www.astm.org/g0001-03r17e01.html (accessed April 2022).
- Lumley, D.E., Behrens, R.A., and Wang, Z., 1997, Assessing the technical risk of a 4-D seismic project: The Leading Edge, v. 16, p. 1287–1292, doi: 10.1190/1.1437784.
- Lumley, D.E., Cole, S., Meadows, M.A., Tura, A., Hottman, B., Cornish, B., Curtis, M., and Maerefat, N., 2000, A risk analysis spreadsheet for both time-lapse VSP and 4D seismic reservoir monitoring: 70th Annual International Meeting, SEG, Expanded Abstracts, p. 1647–1650.
- National Association of Colleges and Employers, 2018, NACE SP0775, Preparation, installation, preparation, and interpretation of corrosion coupons in oilfield operations: https://standards.globalspec.com/std/10401680/nace-sp0775 (accessed April 2022).
- Rose D., Zhou, T., Beekman, S., Quinlan T., Delgadillo, M., Gonzalez, G., Fricke, S., Thornton, J., Clinton, D., Gicquel, F., Shestakova, I., Stephenson, K., Stoller, C., Philip, O., Miguel La Rotta Marin, J., Mainier, S., Perchonok, B., and Bailly, J.P., 2015, An innovative slim pulsed-neutron logging tool: Society of Petrophysicists and Well Log Analysts 56th Annual Logging Symposium, Long Beach, California, July 2015.
- Schlumberger, 2017, Pulsar multifunction spectroscopy tool: Society of Petrophysicists and Well Log Analysts 58th Annual Logging Symposium, Oklahoma City, Oklahoma, June 2017.

Attachment A-1 – Supervisory Control and Data Acquisition (SCADA) System

The SCADA system is a computer-based system or systems used by personnel in a control room that aims to collect and display information about the Blue Flint CO₂ storage injection operations in real time. This supervisory system collects data at an assigned time interval and stores the data in the historian server. Using Blue Flint operator process control selections, the SCADA will have the ability to send commands and control the storage injection network (i.e., start or stop pumps, open or close valves, control process equipment remotely, etc.).

In addition to monitoring and control ability, the SCADA system will include warnings, both audible and visual, to alert the Blue Flint control room, which is staffed 24/7, of near or excessive violations of set parameters within the system.

Atachment A-2 - CO₂ Detection Station Overview

Honeywell



Sensepoint XCD SPECIFICATIONS

Flammable, toxic and oxygen gas detector for industrial applications

Use					utput fixed point detector tter with local display and					l and plant from	flammable, toxic	and
Electrical		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,				.,						
Input Voltage Rai	nge	12 to 32	VDC (24VDC n	ominal)								
Max Power Cons	umption				ndent on the type of gas n current = 800mA at 2		used. Electroche	mical cells = 3.	7W, IR = 3.7W			
Current Output Relays			250VAC. Selec		open or normally closed energized. Fault relay o			rgised (program	mable)			
Communication		RS485,	MODBUS RTU									
Construction												
Material			Epoxy painted 316 stainless s		y ADC12 or 316 stainle	ss steel						
Weight (approx)			m Alloy LM25: nless Steel: 11									
Mounting Integral mounting plate with 4 x mounting holes suitable for M8 bolts. Optional pipe mounting kit for horizontal or vertical p							al or vertical pip	e Ø1.5 to 3" (2"	nominal)			
Cable Entries		-			tries. Suitable blanking pl							able entries
Environmental												
IP Rating		IDEE in	accordance with	EN60520-100	22							
Certified Tempera	turo Ranno				92							
Detectable Gases				10 +05 0)								
			Tormance Default									
Gas		User Selectable Full Scale Range		Steps	User Selectable Cal Gas Range	Default Cal Point	Response Time (T90) Secs	Accuracy	cy Operating Temperature Min Max		Default Alarm Points A1 A2	
ectrochemical Sens	ors											
rygen	25.0%V	ol. only	25.0%Vol.	n/a	20.9%Vol. (Fixed)	20.9%Vol.	<30	<±0.5%Vol.	-20°C / -4°F	55°C / 131°F	19.5%Vol. ▼	23.5%Vol.
drogen Sulfide*	10.0 to 10	00.0ppm	50.0ppm	0.1ppm		25ррт	<50	<±1ppm	-20°C / -4°F	55°C / 131°F	10ppm ▲	20ppm 🛦
arbon Monoxide**	100 to 1,	000ppm	300ppm	100ppm	1	100ppm	<30	<±6ppm	-20°C / -4°F	55°C / 131°F	30ppm ▲	100ppm 4
ydrogen	1,000pp	m only	1,000ppm	n/a	1	500ppm	<65	<±25ppm	-20°C / -4°F	55°C / 131°F	200ppm ▲	400ppm 4
trogen Dioxide***	10.0 to 5	0.0ppm	10.0ppm	5.0ppm	1	5.0ppm	<40	<±3ppm	-20°C / -4°F	55°C / 131°F	5.0ppm ▲	10.0ppm a
Lowest Alarm Limit = Lowest Alarm Limit = * Lowest Alarm Limit =	15 ppm: Lowe	st Detection	Limit = 10ppm		30 to 70% of selected							
atalytic Bead Sensor	s				full scale range							
lammable 1 to 8	20.0 to 10	0.0%LEL	100%LEL	10%LEL	1 1	50%LEL	<25	<±1.5%LEL	-20°C / -4°F	55°C / 131°F	20%LEL ▲	40%LEL ▲
frared Sensors	-				1							
lethane	20.0 to 10	0.0%LEL	100%LEL	10%LEL		50%LEL	<30	<±1.5%LEL	-20°C / -4°F	50°C / 122°F	20%LEL ▲	40%LEL 4
ropane	20 to 10		100%LEL	10%LEL	1	50%LEL	<30	<±1%LEL	-20°C / -4°F	50°C / 122°F	20%LEL ▲	40%LEL 4
arbon Dioxide	2%Vol		2%Vol.	n/a	1	1%Vol.	<30	<±0.04%Vol.	-20°C / -4°F	50°C / 122°F	0.4%Vol. ▲	0.8%Vol.
					west Alarm Level is 10% LE						Rising Alarm ▼ -	
Certification												
US, Latin America European International	a, Canada	ATEX Ex	II 2 GD Ex d IIC	Gb T6 (Ta -40	C and D, Class I, Divisio	T85°C Db IP66		ivision 1, Groups	E, F & G, Class	II, Division 2, Gro	oups F & G40	°C to +65°C
EMC		Performance UL508; CSA 22.2 No. 152 (flammable gasses, excludes infrared sensors); ATEX, IEC/EN60079-29-1:2007, EN45544, EN50104, EN50271; China: PA Pattern										

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Data may change, as well as legislation, and you are strongly advised to obtain copies of the most recently issued regulations, standards, and guidelines. This publication is not intended to form the basis of a contract.

Attachment A-2. Measurement and mechanical specifications for Honeywell's CO₂ detection station.

Attachment A-3 – FlexSteelTM Overview

PRODUCT SHEET



FLEXSTEEL[™] LINE PIPE

FlexSteel is the pipeline solution that couples the durability of steel with the installation, performance and cost benefits of spoolable pipe products. Highly corrosion resistant and more dependable than other pipeline solutions, FlexSteel combines the best features of all currently available line pipe options to deliver superior life cycle performance and value.

DURABLE BY DESIGN

Reinforced with a helically wound, steel-reinforced layer for structural integrity, FlexSteel line pipe performs where other pipeline solutions often fail. Durable enough to withstand pulsating and cyclic pressures, the system continues to perform to its original design specifications and will not derate over time.

APPLICATIONS

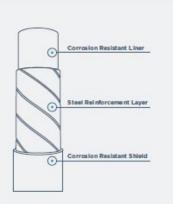
FlexSteel pipeline's unique characteristics make it the clear choice for increased safety and reliability in various environments and applications.

PRODUCTION LINES: FlexSteel is a smart investment that yields indisputable quality, safety, and performance advantages in multiphase, oil, and gas applications.

DISPOSAL LINES: Abrasion resistant and built to last, FlexSteel line pipe minimizes the risks associated with the transportation of highly corrosive produced water.

INJECTION LINES: Engineered to the highest quality standards, FlexSteel line pipe withstands pulsating and cyclic pressures often found in injection lines.

GATHERING LINES: Fast, easy, and cost effective installation coupled with extreme corrosion resistance make FlexSteel line pipe a natural choice for gathering pipelines.





Only 8-inch onshore spoolable pipeline with design pressures up to 3,000 psi.



Designed to resist corrosion including microbiologically influenced corrosion (MIC).



Eliminates the need for expensive integrity management programs, and continuous maintenance services.

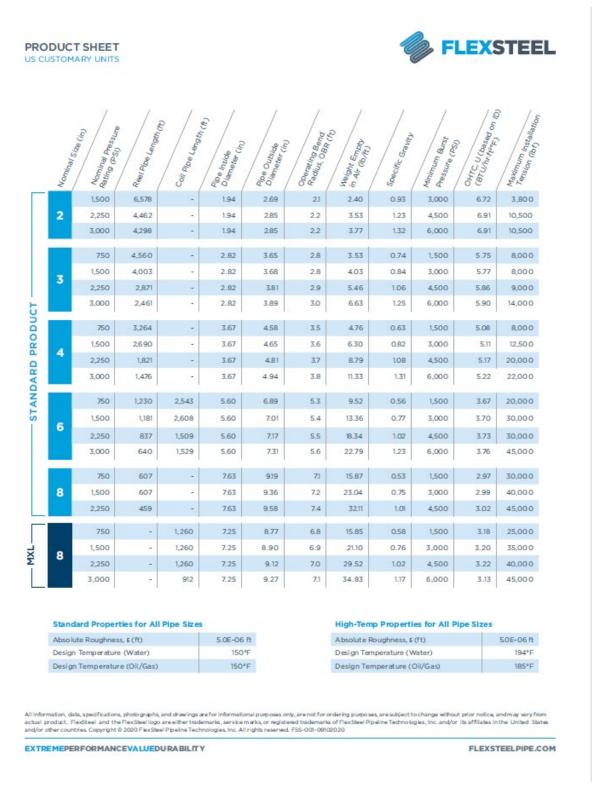
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EXTREMEPERFORMANCEVALUEDURABILITY

FLEXSTEELPIPE.COM

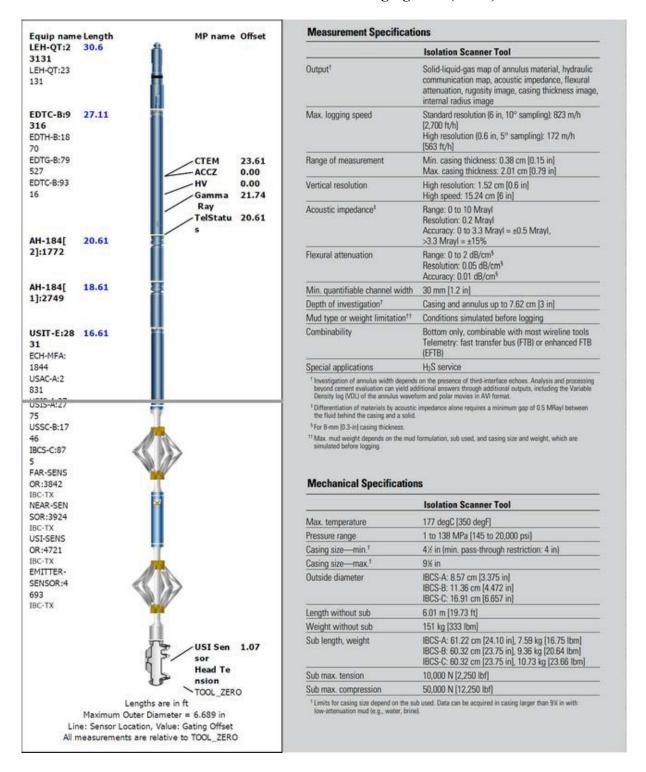
Attachment A-3. Measurement and mechanical specifications for FlexSteel's CO₂ flow line (continued).

Attachment A-3 – FlexSteelTM Overview (continued)



Attachment A-3 (continued). Measurement and mechanical specifications for FlexSteel's CO₂ flow line.

Attachment A-4 – Ultrasonic Imaging Tool (USIT)



Attachment A-4. Schlumberger's isolation scanner USIT used to provide evidence of external and internal mechanical integrity.

Attachment A-5 - Example of a Pulsed-Neutron Logging Tool

Better resolution leads to more accurate evaluation

The Reservoir Analysis tool features three gamma detectors for measuring reservoir saturation using Sigma and Carbon-Oxygen (C/O) techniques. Near and far detectors are high-resolution Lanthanum Chloride for Sigma and C/O detection, while the long spacing Sodium lodide detector incorporates a spacing that is sensitive to gas and porosity.

The combined RAS/SGR log provides all the necessary measurements for computing accurately the volumes of clay, rock porosity and fluid saturations; and obtain a better assessment of reservoir properties which can help optimizing completion programs that reduce CAPEX by eliminating poor frac stages.

High-quality log data, and the expertise for advanced interpretation

Because data is only as good as its interpretation, our experienced Production Petrophysists, backed by available Reservoir Geoscience support from Hunter Well Science, employ advanced interpretation techniques to map RAS measurements into such properties as hydrocarbon saturation, porosity and rock type, delivering accurate information about reservoir properties.

Specifications					
Temperature rating	320°F	160°C			
Pressure rating	15,000 psi	103.4 MPa			
Diameter	1 11/16 in.	43 mm			
Length	140.7 in.	3573 mm			
Weight	44 lb	20 kg			
Measure point - Near	84 in.	2134 mm			
Measure point - Far	91 in.	2311 mm			
Measure point - Long	101 in.	2565 mm			
Materials	Corrosion resistant throughout				

Specifications courtesy of Hunter Well Science Limited

...when experience matters

Wireline Logging Solutions is staffed top to bottom by knowledgeable personnel, with deep understanding of this technology and how to get the most value from it. Our focus on service quality ensures rapid turnaround of a quality answer product, so you get the information you need, when you need it.

Attachment A-5. Measurement and mechanical specifications for Wireline Logging Solution's Reservoir Analysis tool.

APPENDIX D

STORAGE FACILITY PERMIT REGULATORY COMPLIANCE TABLE

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
Amalgamation	NDCC §§ 38-22-06(3) and (4) NDAC §§	NDCC § 38-22-06 3. Notice of the hearing must be given to each mineral lessee, mineral owner, and pore space owner within the storage reservoir and within one-half mile of the storage reservoir's boundaries. 4. Notice of the hearing must be given to each surface owner of land overlying the storage reservoir and within one-half mile of the reservoir's boundaries. NDAC § 43-05-01-08 1. The commission shall hold a public hearing before issuing a storage facility permit. At least forty-five days prior to the hearing, the applicant shall give notice of the hearing to the following:	a. An affidavit of mailing certifying that all pore space owners and lessees within the storage reservoir boundary and within one-half mile outside of its boundary have been notified of the proposed carbon dioxide storage project; b. A map showing the extent of the pore space that will be occupied by carbon dioxide over the life of the project; c. A map showing the storage reservoir boundary and one-half mile outside of the storage reservoir boundary with a description of pore space ownership; d. A map showing the storage reservoir boundary with a description of each operator of mineral extraction activities;		
Pore Space	43-05-01-08(1) and (2)	a. Each operator of mineral extraction activities within the facility area and within one-half mile [.80 kilometer] of its outside		All owners, lessees, and operators that require notification have been identified in accordance with North Dakota law, which vests the title to the pore space in all strata underlying the surface of lands and water to the owner of the overlying surface estate (NDCC § 47-31-03). The identification of pore space owners indicates that there was no severance of pore space or leasing of pore space to a third-party from the surface estate prior to 2009. All surface owners and pore space owners and lessees are the same owner of record.	
		b. Each mineral lessee of record within the facility area and within one-half mile [.80 kilometer] of its outside boundary;	f. A map showing the storage reservoir boundary and one-half mile outside of its boundary with a description of each surface owner of record;	A map showing the extent of the pore space that will be occupied by CO ₂ over the life of the Blue Flint CO ₂ storage project, including the storage reservoir boundary and 0.5 miles (0.8 kilometers) outside of the storage reservoir boundary with a description of pore space ownership, surface owner, and pore space lessees of record is illustrated in Figure 1-1.	Figure 1-1. Storage facility area map showing pore space ownership.
		c. Each owner of record of the surface within the facility area and one-half mile [.80 kilometer] of its outside boundary;	g. A map showing the storage reservoir boundary and one-half mile outside of its boundary with a description of each owner of record of minerals.		Figure 1-1. Storage facility area map showing pore space ownership.
		d. Each owner of record of minerals within the facility area and within one-half mile [.80 kilometer] of its outside boundary;			

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
		e. Each owner and each lessee of record of the pore space within the storage reservoir and within one-half mile [.80 kilometer] of the reservoir's boundary; and f. Any other persons as required by the commission. 2. The notice given by the applicant must contain: a. A legal description of the land within the facility area. b. The date, time, and place that the commission will hold a hearing on the permit application. c. A statement that a copy of the permit application and draft permit may be obtained from the commission.			
Geologic Exhibits	NDAC § 43-05-01-05 (1)(b)(1)	NDAC § 43-05-01-05(1)(b) (1) The name, description, and average depth of the storage reservoirs;	a. Geologic description of the storage reservoir: Name Lithology Average thickness Average depth	surface at the MAG 1 stratigraphic test well location (Figure 2-1). Sixty-one feet of shales, siltstones, and interbedded evaporites of the	Figure 2-2. Stratigraphic column identifying the potential storage reservoirs and confining zones (outlined in red) and the lowest USDW (outlined in blue). (p. 2-3)

Subject NDCC / NDAC Requir	uirement	Regulatory Summary		Storage Facility Permit Application (Section and Page Number; see main body for reference cited)						Figure/Table Number and Description (Page Number)
					mations Compris del and well log d		nt CO ₂ Storage C	omplex (average	evalues calculated from the	
					Formation	Purpose	Average Thickness, ft	Average Depth, MD ft	Lithology	
					Lower Piper Formation	Upper confining zone	153	4,458	Shale/anhydrite/ siltstone	
					Spearfish Formation	Upper confining zone	22	4,611	Shale/anhydrite/siltstone	
				orage omplex	Broom Creek Formation	Storage reservoir (i.e., injection zone)	102	4,633	Sandstone/dolostone	
					Amsden Formation	Lower confining zone	217	4,735	Dolostone/limestone/ anhydrite/sandstone	
(k) Data extent, porosity capillar injection including on field include data, see logs, an	AC § 43-05-01-05(1)(b)(2) Data on the depth, areal int, thickness, mineralogy, posity, permeability, and llary pressure of the ction and confining zone, uding facies changes based ield data, which may ude geologic cores, outcrop , seismic surveys, well , and names and lithologic criptions;	b. Data on the injection zone and source of the data which may include geologic cores, outcrop data, seismic surveys, and well logs: Depth Areal extent Thickness Mineralogy Porosity Permeability Capillary pressure Facies changes	2.2.1 Existing dat top depths a within the 5 to character to character to character 3). Existing four wells a and ANG 1 These means from well le 2.2.2 Site-Specific petrophysic the develop core (SW 6 Formations collected from the site-specific (Section 3.5 specific dat of the timin	s acquired from the Brook at a improved ing and frequents were a shown in Fig. 1 (Well No. assurements were log data and a specific Data fic efforts to ical data, and append of a Core) was consecuted at the time from the Brook at a improved ing and frequents and frequ	haracterize the geom NDIC's online e-mile (mi2) area th, thickness, and osurface geology in y measurements for gure 2-4: Flemme ND-UIC-101) in a were compiled and were integrated where integrated where integrated where integrated where integrated where in the well was drill to make the well	database. Well locovered by the govered by the govered by the government of the substantial project area for core samples for 1 (NDIC File North addition to data for used to establish ith newly acquiral proposed storage The MAG 1 well by permit and serve proposed storaged (Figure 2-5). If IAG 1 well. used to assess the uts for geologic (Sections 2.3.3, of the subsurface geologic data and the	og data and interpresologic model of turface geologic for and confirm the income the Broom Cro. 34243), BNI-1 from the site-special relationships betted site-specific data was drilled in 202 e as a future CO ₂ ig complex (i.e., n May 2022, fluid e suitability of the model construction, and interpretation, and interpretation, and interpretations as a future property of the model construction and interpretation, and interpretations are selected in the property of the model construction, and interpretation, and interpretations are selected in the property of the model construction and interpretation and interpretations.	eted formation to the proposed storal rmations. Legacy atterpreted extent of the proposed storal rmations. Legacy atterpreted extent of the proposed storal eek Formation and (NDIC File No. 3 fic stratigraphic to ween measured points.) atted multiple data of the proposed storage completed injection well. Do the Lower Piper samples and temporary and geomeches on (Section 3.2), and geomeches med the selection on of monitoring	ablicly available well logs and formation p depths were acquired for 120 wellbores age site (Figure 2-3). Well data were used 2D seismic data (70 miles) were licensed of the Broom Creek Formation (Figure 2-dits confining zones were available from 34244), J-LOC1 (NDIC File No. 37380), est well, MAG 1 (NDIC File No. 37833). etrophysical characteristics and estimates a sets, including geophysical well logs, eather subsurface geologic data to support by whole logs were acquired, and sidewall perature and pressure measurements were at for safe and permanent storage of CO ₂ . numerical simulations of CO ₂ injection anical analysis (Section 2.4.4). The site-of monitoring technologies, development data with respect to potential subsurface ent and infrastructure.	Figure 2-3. Map showing the extent of the regional geologic model, distribution of well control points, and extent of the simulation model. (p. 2-5) Figure 2-4. Map showing the spatial relationship between the Blue Flint project area and wells where the Broom Creek Formation core samples were collected. (p. 2-6) Figure 2-7. Areal extent of the Broom Creek Formation in North Dakota. (p. 2-12) Figure 2-8. Isopach map of the Broom Creek Formation in the greater Blue Flint project area. (p. 2-13) Figure 2-9. Well log display of the interpreted lithologies of the lower Piper, Spearfish, Broom Creek, and Amsden Formations in MAG 1. (p. 2-14) Figure 2-10. Regional well log stratigraphic cross

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				DATA ON THE INJECTION ZONE:				sections of the lower Piper,
				2.3 Storage Reservoir (injection zone) (p				Spearfish, and Broom Creek
				Regionally, the Broom Creek Formation				Formations flattened on the
				eolian/nearshore marine sandstone (permea Broom Creek Formation unconformably ov				top of the Amsden
				Piper Formation (Figure 2-2) (Murphy and		n and is uncomformably	overlain by the speartish and the lower	Formation. (p. 2-15)
				riperrormation (rigure 2-2) (with piny and	Figure 2-11. Regional well			
				2.3.1 Mineralogy (p. 2-21)	log cross sections showing			
				Thin-section analysis of Broom Creek sho	ows that quartz, dolomite, a	nhydrite, and clay (mai	nly illite/muscovite) are the dominant	the structure of the lower
				minerals. Throughout these intervals are				Piper, Spearfish, and Broom
				intercrystalline porosity in the upper part of				Creek Formation logs. (p. 2-
				tangential. The porosity is due to the disso and lower parts. Figures 2-15, 2-16, and 2				16)
				Formation.	-1 / show thin-section image	s representative of the t	ipper, illiddie, and lower Broom Creek	Figure 2-12. Structure map
				Tornation				of the Broom Creek
				Table 2-5. Description of CO ₂ S	torage Reservoir (injection	zone) at the MAG 1 W	Vell	Formation across the greater
				Injection Zone Properties		,		Blue Flint project area in feet
				Property	Description			below mean sea level. (p. 2-
				Formation Name	Broom Creek Sandstone, dolomitic			17)
				Lithology	F: 2 12 C			
				Thickness, ft 103 (sandstone 66, dolomitic sandstone 13, dolostone 24)				Figure 2-13. Cross section of the Blue Flint storage
								complex from the geologic
				psi	model showing lithofacies			
				Geologic Properties				distribution in the Broom
							Simulation Model	Creek Formation. (p. 2-18)
				Formation	Property		is Property Distribution	T. 11 2 7 D
					Porosity, %*	24.12	19.15	Table 2-5. Description of CO ₂ Storage Reservoir
				Broom Creek (sandstone)	D 1914 Date	(21.42–27.80)	(0.0–36.00)	(injection zone) at the MAG
					Permeability, mD**	298.16 (140.70–929.84)	132.83 (0–3237.4)	1 Well (p. 2-19)
					Porosity, %*	20.85	15.87	(1 ·)
				Broom Creek	10103114, 70	(16.13–23.83)	(1.0–29.25)	Figure 2-14. Vertical
				(dolomitic sandstone)	Permeability, mD**	81.91	50.13	distribution of core-derived
				<u>`</u>	-	(16.40-257.00)	(0-650.70)	porosity and permeability
					Porosity, %*	10.50	7.85	values and the laboratory- derived mineralogic
				Broom Creek (dolostone)	D 100 511	(5.83–15.91)	(0.0–24.65)	characteristics in the Blue
					Permeability, mD**	1.01 (0.01–178.60)	0.76 (0.0-519.32)	Flint storage complex from
				* Porosity values are reported as	the arithmetic mean follow			MAG 1. (p. 2-20)
				** Permeability values are report				
				2 - This as may various are report				Figure 2-15. Thin section in
								upper Broom Creek
								Formation. This interval is primarily dolomite (grey)
								with anhydritic cement. (p.
								2-21)
								,
								Figure 2-16. Thin section in
								middle Broom Creek
								Formation. This interval is
								dominated by fine-grained
								quartz and minor dolomite.

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			Table 2-6. XI	RD Analysis	s in the Br	oom Cr	eek Resei %		MAG 1.	Only majo	or constitue	nts are show	vn.		Porosity is high in this interval. (p. 2-22)
			Sample	STAR	Depth,	%	70 K-	% P-	%	%	%	%	%	%	mtervar. (p. 2-22)
			Name	No.	feet			Feldspar					Anhydrite		Figure 2-17. Thin section in
			Broom Creek	130068	4,730	0.0	0.0	0.0	1.5	0.0	65.9	0.0	32.3	0.2	lower Broom Creek Formation. This interval is a
			Broom	130067	4,732	0.0	2.2	0.0	56.8	0.0	36.2	0.0	3.9	0.9	laminated silty mudstone. The matrix is dominated by
			Creek Broom Creek	130066	4,764	31.5	3.9	0.0	38.1	12.9	2.4	0.0	0.0	5.9	clay and quartz. (p. 2-23)
			Broom	130065	4,767	0.0	1.4	0.0	91.0	0.0	4.9	0.0	1.2	1.5	Table 2-6. XRD Analysis in the Broom Creek Reservoir
			Creek Broom	130064	4,788	0.0	3.8	0.0	78.8	0.0	15.3	0.0	0.0	1.0	from MAG 1. Only major constituents are shown. (p. 2-
			Creek Broom	130088	4,792	0.0	3.2	0.0	82.6	0.0	13.1	0.0	0.2	0.8	24)
			Creek Broom	130063	4,797	0.0	2.3	0.0	79.4	0.0	13.9	0.5	2.3	1.6	Figure 2-18. XRF analysis in Broom Creek Formation
			Creek Broom	130085	4,801	0.0	3.1	0.0	87.8	0.0	6.4	0.0	1.7	1.0	from MAG 1 (p. 2-25)
			Creek Broom	130084	4,804	0.0	3.1	0.0	85.2	0.0	10.5	0.0	0.0	1.2	Table 2-7 . Injection Stream Composition (p. 2-27)
			Creek Broom	130083	4,807	0.0	3.1	0.7	64.7	0.0	30.6	0.0	0.0	0.9	Table 2-8. XRD Results for
			Creek Broom	130082	4,810.5	0.5	6.2	0.9	62.4	0.0	18.6	0.0	9.6	1.4	MAG 1 Broom Creek Core
			Creek Broom	130060	4,812	7.8	8.4	4.7	36.5	0.0	42.1	0.0	0.0	0.2	Sample (p. 2-27)
			Creek Broom	130058	4,817	12.2	9.4	5.6	48.0	0.0	23.9	0.0	0.0	0.4	Figure 2-19. Upper graph shows cumulative injection
			Creek Broom	130056	4,822	13.8	7.5	4.4	26.1	0.0	47.5	0.0	0.0	0.4	vs. time; the bottom figure shows the gas injection rate
			Creek Broom	130055	4,827	7.2	12.8	4.7	32.2	0.0	39.4	0.0	0.6	0.5	vs. time. There is no observable difference in
			Creek		4,027	1.2	12.0	4./	32.2	0.0	39. 4	0.0	0.0	0.5	injection due to geochemical reactions. (p. 2-28)
			Modelling Greevaluation of injection scen maximum gas postinjection injection is sto 100% CO ₂ was geochemical r	tion zone, the oup Ltd. (CM the reservoir lario consiste injection raperiod of 25 opped. The ir as assumed a model analys ario with geo Formation ro	e Broom Conference Broom Conference Broom Conference Broom Conference Broom Conference Broom Conference Broom Broo	reek For sitional c behavious trace run in the earn correction streetion streeting str	mation, w simulation for resulting tion well in gas rate) the model assists of m eam is mo and resulting (geochem of bulk res	as investign software in software injecting for constraint to evaluate ostly CO ₂ (sts from the istry case) servoir vol	package G e expected or a 20-ye s of 2,970 te any dyn (>99.98%) >99.98%) two cases was const ume) and a	the geoch EEM. GEM 1 CO ₂ inject ear period of psi and 2 amic beha and some This geoc were com	emical analy is also the petion. For this with maximum 200,000 tons avior and/or eminor comp hemical sce apared (Figur ing the average mation brine	rsis option average ochemical ponents (Tabnario was ruge 2-19 and Forge mineraloge composition	vailable in the alation softwar cal modeling of the control of the	re used for study, the ssure) and ctively. A r the CO ₂ imulation, ithout the	Figure 2-20. Upper graph shows wellhead pressure vs. time; the bottom figure shows the bottomhole pressure vs. time. There is no observable difference in pressures due to geochemical reactions. (p. 2-29) Table 2-9. Broom Creek Water Ionic Composition, expressed in molality (p. 2-30) Figure 2-21. CO2 molality for the geochemistry case

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
	Reference			Creek Formation (Table 2-8). Illite was chosen to represent clay for geochemical modeling as it was the most prominent type of clay identified in the XRD data. Reported ionic composition of the Broom Creek Formation water is listed in Table 2-9. Figure 2-24 shows the mass of mineral dissolution and precipitation due to geochemical reaction in the Broom Creek Formation. Dolomite is the most prominent dissolved mineral. Albite and K-feldspar gradually dissolves over time. Illite initially dissolves and then starts precipitating 3 years after injection stops. Quartz and anhydrite are the minerals that experienced the most precipitation over time. Figures 2-25 and 2-26 provide an indication of the change in distribution of the mineral that experienced the most dissolution, dolomite, and the mineral that experienced the most precipitation, quartz, respectively. Considering the apparent net dissolution of minerals in the system, as indicated in Figure 2-24, there is an associated net increase in porosity in the affected areas, as shown in Figure 2-27. However, the porosity change is small, less than 0.04% porosity units, equating to a maximum increase in average porosity from 22.6% to 22.64% after the 20-year injection period.	cross sections. Lower image is a planar view of simulation in Layer k = 39. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero. (p. 2-31) Figure 2-22. CO ₂ molality for the non-geochemistry case simulation results after
					20 years of injection + 25 years postinjection showing the distribution of CO ₂ molality in log scale. Left upper images are west- east, and right upper are north-south cross sections. Lower image is a planar view of simulation in Layer k = 39. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero. (p. 2-32)
					Figure 2-23. Geochemistry case simulation results after 20 years of injection + 25 years postinjection showing the pH of formation brine in log scale. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero. (p. 2-33) Figure 2-24. Dissolution and precipitation quantities of
					reservoir minerals because of CO2 injection. Dissolution of albite, K-feldspar (K-fe_fel), and dolomite with

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
					precipitation of illite, quartz, and anhydrite was observed. (p. 2-34)
					Figure 2-25. Change in molar distribution of dolomite, the most prominent dissolved mineral at the end of the 20-year injection + 25 years postinjection period. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero. (p. 2-35)
					Figure 2-26. Change in molar distribution of quartz, the most prominent precipitated mineral at the end of the 20-year injection + 25 years postinjection period. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero. (p.2-36)
					Figure 2-27. Change in porosity due to net geochemical dissolution at the end of the 20-year injection period. White grid cells correspond to cells omitted from calculations because of having porosity and/or permeability values that round to zero. (p. 2-37)
			c. Data on the confining zone and source of the data which may include geologic cores, outcrop data, seismic surveys, and well logs:	SOURCE OF THE DATA: See discussion above under 2.2.1 Existing Data AND	Table 2-10. Properties of Upper and Lower Confining Zones in Simulation Area (p. 2-38)
			Depth Areal extent Thickness Mineralogy Porosity Permeability	2.4 Confining Zones (p. 2-38) The confining zones for the Broom Creek Formation are the overlying Spearfish Formation and the lower Piper Formation and the underlying Amsden Formation (Figure 2-2, Table 2-10). Both the overlying and underlying confining formations consist primarily of impermeable rock layers.	Figure 2-28. Areal extent of the lower Piper Formation in western North Dakota (modified from Carlson, 1993). (p. 2-39)
			Capillary pressure Facies changes		Figure 2-29. Structure map of the lower Piper Formation

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary		(Section and Page 1)	torage Facility Permit Applica age Number; see main body fo	or reference cited)		Figure/Table Number and Description (Page Number)
					of Upper and Lower C	onfining Zones in Simulation	Area	-	across the greater Blue Flint
				Confining Zone Properties	Unner Co	nfining Zone	Lower Confining Zone		project area in feet below mean sea level. (p. 2-40)
				Stratigraphic Unit	Lower Piper	Spearfish	Amsden		<u> </u>
				Lithology	Shale/anhydrite/	Shale/anhydrite/	Dolostone/limestone/		Figure 2-30. Isopach map of
					siltstone	siltstone	anhydrite/sandstone		the lower Piper Formation in the greater Blue Flint project
				Average Formation Top Depth (MD), ft	4,458	4,611	4,735		area. (p. 2-41)
				Thickness, ft	153	22	217		Figure 2-31. Structure map
				Capillary Entry Pressure (brine/CO ₂), psi	2.512	12.245	26.134		of the Spearfish Formation to the top of the Broom Creek Formation in the Blue Flint
				Depth below Lowest Identified USDW, ft	3,488	3,575	3,738		project area(p. 2-42) Figure 2-32. Isopach map of
				(MAG 1)			Simulation Model		the Spearfish Formation to
				Formation	Property	Laboratory Analys			the top of the Broom Creek
				Tormation	Porosity, %	· ·	3.00		Formation in the Blue Flint project area. (p. 2-43)
					3 /	(4.8,10.50)	(0.00-8.00)		projecturem (pv2 10)
				Lower Piper	Permeability, m	D** ***	0.064		Table 2-11. Spearfish and
						(0.01, 0.074)	(0.000 - 0.147)		Lower Piper Formation SW Core Sample Porosity and
					Porosity, %	* 13.14	2.00		Permeability from MAG 1
				Spearfish		(11.62–15.38)	(0.00-8.00)		(p. 2-44)
					Permeability, m		0.11		Figure 2-33: Thin section of
						(0.009-3.087)	(0.000-0.272)		Piper Formation. In this
					Porosity, %		1.00		example, clay (brown) and
				Amsden	D 1.11.	(2.15–18.80)	(0.00-6.00)		anhydrite (white) dominate the depth interval. Minor
					Permeability, m	D** 0.062 (0.0003–117)	0.683 (0.000-3.473)		porosity is observed (blue).
						(te arithmetic mean followed by the	range of	(p. 2-45)
				values in parenthe	sis.		4h	. 41	Figure 2-34: Thin section of
				of values in parent *** Average not availa	thesis.	confining pressure are reported	as the geometric mean followed by	tne range	Spearfish Formation. In this example, clay (brown),
				Average not availa	iole for two samples.				quartz (small white grains),
				2.4.1 Upper Confining Zo					anhydrite (large white grains), and iron oxides
							fish Formations, consists of siltston		(black grains) dominate the
				land surface and 148 ft th	hick (lower Piper Form	ation, 87 ft [Figures 2-29 and	e project area (Figure 2-28) and is a 2-30], Spearfish Formation, 61 ft n Creek Formation sandstone and tl	[Figures 2-31 and	depth interval. No porosity is observed. (p. 2-46)
				zone is an unconformity	that can be correlated a	cross the Broom Creek Format	ion extent where the resistivity an	dGR logs show a	Figure 2-35: Thin section of
							ne and dolostone lithologies within f the Spearfish Formation (Figure 2		Spearfish Formation. In this
				Formation changes to a re	nauvery mgn GK signat	ure representing the sitistones o	i die Speamsii Formadon (Figure 2	(-3) .	example, clay (brown) and
							ore samples (six Spearfish Format		quartz (white) dominate the
							ne fractured or chipped nature of s		depth interval. Minor intergranular and
				permeability and porosity the Spearfish Formation is		gner than the matrix would sugg	est. The lithology from the sidewal	i-cored sections of	intragranular porosity are observed (blue). (2-47)

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary				(Section		ge Facility Number; se			ference cited				Figure/Table Number and Description (Page Number)
				In situ fluid values shown in Several docume sample using a permeability in describe unsucundifferentiated Trail Energy SF (North Dakota l	n Table 2- ented atter modular tervals su cessful at I Spearfis FP applic Industrial	-11 sugge mpts by or r formation ggest colletempts to th/Opeches attion also Commission	est any flotthers to on dyna lecting to measure Forma o descrision, 202	luid within the draw down mics tester his informative in situ fition, and the best unsucces 21c).	the Spearfish reservoir fluid (MDT) too tion is not folluid pressure Icebox Foressful attempts	h Formation uid in order by in the under the u	n is pore- to measure adifferent e Tundra e of the lo North Dak ect these d	and capillary re the reservo iated Spearfi SGS (secure ow permeabl ota Industrial	r-bound flui oir pressure ish/Opeche geologic st ility of the l Commissi w-permeab	or collect an in and other sir orage) SFP ap formations t ion, 2021a, b)	not mobile. In situ fluid milar low- oplications tested, the . The Red	Table 2-12. XRD Analysis in the Upper Confining Intervals (Spearfish and Lower Piper) from MAG 1 Well. Only major constituents are shown. (p. 2-48) Figure 2-36. XRF analysis in the upper confining zone (Spearfish and lower Piper
					Pern	ne <u>ability</u>	from N		onth							Formations) from MAG 1.
						Form	ation	Sample D	_	Porosity 9	/ 0 1	Permeability	v. mD			(p. 2-49)
						Piper		4,658		4.8		0.01	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			T. 11. 2. 12. 15
						Piper		4,665	*	10.50		0.074				Table 2-13. Mineral
						Spear		4,695		12.52		0.009				Composition of the Spearfish Derived from XRD Analysis
						Spear		4,710		11.62		0.090				of MAG 1 Core Samples
						Spear		4,718		15.38 14.49		3.087 0.141				(p. 2-50)
						Spear Spear		4,721 4,724		11.69		0.141				T-H-214 Francis
						Spear	11511	Rang		(4.8–15.38	3)	(0.009	-3.087)			Table 2-14 . Formation Water Chemistry from
								Values Me			- /					Broom Creek Formation
										e measured	permeab	ility and/or po	orosity			Fluid Samples from MAG 1
						may b	e highe	r than its rea	al value.							(p. 2-50)
				XRD data f mineral phases Figure 2-33. Table 2-12. X constituents a	identified	l for the s ysis in th	samples	representing	g these inter	rvals. XRF (data relato	ed to the uppo	er confinin		resented in	Figure 2-37. Change in fluid pH vs. time. Red line shows pH for the center of Cell C1, 0.5 meters above the Spearfish Formation cap rock base. Yellow line shows
					CT A D	ъ и	0./	% **	%	0./	0/	0./	0/	0./	0./	Cell C2, 1.5 meters above
				Formation	STAR No	Depth, feet	% Clav	K- Feldsnar	P- Feldsnar	% Quartz	% Calcite	% Dolomite	% Ankerite	% Anhydrite	% Halite	the cap rock base. Green line
					130095	4,640	37.7	7.6	11.9	26.2	1.2	3.3	1.5	7.9	0.7	shows Cell C3, 2.5 meters above the cap rock base. pH
				*		4,648	4.5	0.4	0.0	1.2	0.0	0.0	0.0	93.7	0.2	for Cell C2 does not begin to
				*		4,655	27.4	1.8	4.8	7.1	2.5	2.7	1.6	50.7	0.0	change until after Year 16.
				-		4,658	9.1	0.0	4.2	4.8	19.5	0.0	0.4	62.1	0.0	(p. 2-52)
				•		4,665	23.3	2.8	5.3	11.3	24.1	8.9	6.8	17.5	0.0	Figure 2-38. Dissolution and
				*												precipitation of minerals in
				•		4,675	16.4	6.2	13.2	33.4	0.0	28.3	0.0	1.6	0.4	the Spearfish Formation cap
				-		4,680	7.5	12.7	12.5	36.7	0.0	25.0	0.0	4.9	0.6	rock. Dashed lines show results calculated for Cell C1
				Spearfish	130079	4,685	3.7	1.4	2.9	6.5	0.1	5.1	0.0	80.4	0.0	at 0.5 meters above the cap
				Spearfish	130078	4,690	9.3	5.5	10.2	29.5	0.6	10.0	3.5	30.8	0.4	rock base. Solid lines show
				Spearfish	130077	4,695	13.0	4.5	8.1	25.8	0.8	8.7	2.6	35.7	0.3	results for Cell C2, 1.5
				Spearfish	130076	4,700	9.7	4.1	9.3	30.3	2.7	7.6	2.4	33.2	0.4	meters above the cap rock base; these changes are
				Spearfish	130075	4,705	19.8	7.3	12.8	37.7	4.1	11.5	0.0	5.6	0.7	barely visible. Results from
																Cell C3, 2.5 meters above

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				Spearfish	130074	4,710	8.3	5.3	11.8	38.5	4.6	11.0	0.0	19.7	0.4	the cap rock base, are not
				Spearfish	130073	4,715	9.6	6.6	11.4	37.9	4.5	13.9	0.0	15.4	0.4	shown as they are too small
				Spearfish	130071	4,721	8.0	6.7	10.2	39.6	0.0	34.9	0.0	0.0	0.0	to be seen at this scale. (p. 2-52)
				Spearfish	130070	4,724	13.8	9.8	15.3	46.0	10.2	3.3	0.0	0.8	0.6	
				shows chang initial pH of time and read begins to cha 45 years. Figure 2-Cell C1; soli precipitation after injection illite, quartz, Figure 2-in Table 2-13 Cell 1, albite primary mine	ed interpret y clays (man and Lower	ation of SV ainly illite/ or Piper Fo the assessant Thin-section and are accommended by a atteraction in using the harmonic formation of the cap roce in brine confided 2-14). CO2 stream oles/year (build not be bection. The ochemical of the change that are only the change	muscovite ormations of ment, thin on analysis currences of a clay matrice of the property of the low per k—CO ₂ expression. For simulation was a currences of the low per k—CO ₂ expression. For simulation of the candidate of the low per composition of the candidate of the low per composition of the candidate of the low per composition of the	c), quartz, and were sample sections and softhe silts of dolomite ix, with more and confidence of the section o	nhydrite, feled for thind XRD prostone intervorted in the intervorted	ldspar (ma-section crovide indepals shows to and iron ox turrences of the control	inly K-felde eation, XR bendent conthat clay, quides (Figur Formed to colly oriented undary of the component	dspar), and do D mineralog infirmation of partz, and and less 2-33, 2-34 petween quart alculate the pd 1D simulate the simulation e-phase saturere calculate sition of the section 2.3.1 is considerable was done to do in for 45 years emperature consults from generature con	colomite. Sixte ical determine the minerale hydrite are the colombia state of the many and allower at the grid. Spearfish Form the Brown and allower at the grid. Spearfish Form the Brown are exposuly higher that the storepresent conditions. The exposuly higher than the conditions. The exposult into the cap is penetrate this into the cap is penetrate this into the cap is penetrate this into the single form and	een depth in nation, and 2 orgical constate dominant. The contacts angential to ets of an injusted using a set to enter the injection cell centers rmation was om Creek Fire level, export the expect the degree and 20 years of six occk, C2, the secold within the net chancipitation taken ulation per epresent at the con XRD days and the contact of the c	attervals in XRF bulk cituents of minerals. It is between long. The ected CO ₂ at stack of the system stream is a co.5, 1.5, is honored formation pressed in ted actual ad pace of finjection gure 2-37 g from an imulation to pH only in the first the sare for ged ue to king place this scale. The shown model. In the two	Figure 2-39. Weight percentage (wt%) of potentially reactive minerals present in the Spearfish Formation geochemistry model before simulation (blue) and expected dissolution of minerals in Cell 1 (C1) (orange) and Cell 2 (C2) (gray, too small to see in the figure) after 20 years of injection plus 25 years of postinjection. (p. 2-53) Figure 2-40. Weight percentage (wt%) of precipitated minerals in the Cell 1 (C1) (orange) and Cell 2 (C2) (gray) during 45 years of simulation time. (p. 2-54) Figure 2-41. Change in percent porosity of the Spearfish cap rock. Red line shows porosity change calculated for Cell C1 at 0.5 meters above the cap rock base. Yellow line shows Cell C2, 1.5 meters above the cap rock base. Green line shows Cell C3, 2.5 meters above the cap rock base. Long-term change in porosity is minimal and stabilized. Positive change in porosity is related to dissolution of minerals, and negative change is due to mineral precipitation. (p. 2-55) Table 2-15. Description of Zones of Confinement above the Immediate Upper Confining Zone (data based on the MAG 1 well) (p. 2-56)

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary		(Section	Storage l and Page Nur	Facility Permit Ander; see main	Application body for refere	nce cited)		Figure/Table Number and Description (Page Number)
											Figure 2-42. Isopach map of
									experiences an initial 0.0		the interval between the top
					first exposed to CO2 because. No significant porosity				At later times, Cell 1 experi	ences a porosity	of the Broom Creek Formation and the top of the
				decrease of 0.12	70. 140 significant polosity	changes were	observed for eer	ii 2 and Cen 3.			Swift Formation. This
				2.4.2 Additiona	l Overlying Confining Zoi	nes (p. 2-55)					interval represents the
				Several other for	ormations provide addition	al confinemen			Impermeable rocks above		primary and secondary
									group of confining formation		confinement zones. (p. 2-56)
									average across the simulati interval, the Inyan Kara		Figure 2-43. Isopach map of
									ble rocks acts as an addition		the interval between the top
									gure 2-43). Confining layers		of the Inyan Kara Formation
					interval include the Skull (Creek, Mowry,	Belle Fourche, C	Greenhorn, Carlil	e, Niobrara, and Pierre Forn	nations	and the top of the Pierre
				(Table 2-15).							Formation. (p. 2-57)
					Table 2-15. Description	of Zones of C	onfinement abo	ve the Immedia	te Upper Confining Zone		Figure 2-44. Structure map
					(data based on the MAC						of the Amsden Formation
					NI CE A	T : 41 1	Formation 5	TEL: 1 64	Depth below Lowest		across the greater Blue Flint
					Name of Formation Pierre	Lithology Shale	Top Depth, ft 1,092	1,316	Identified USDW, ft		project area in feet below mean sea level. (p. 2-58)
					Niobrara	Shale	2,408	328	1,316		mean sea reven (p. 2-36)
					Carlile	Shale	2,736	261	1,644		Figure 2-45. Isopach map of
					Greenhorn	Shale	2,997	53	1,905		the Amsden Formation
					Belle Fourche	Shale	3,050	250	1,958		across the greater Blue Flint
					Mowry Skull Creek	Shale Shale	3,300 3,375	58 229	2,208		project area. (p. 2-59)
					Swift	Shale	3,831	382	2,282 2,739		Table 2-16. Amsden SW
					Rierdon	Shale	4,213	221	3,121		Core Sample Porosity and
					Piper (Kline Member)	Limestone		147	3,342		Permeability from MAG 1.
											(p. 2-60)
				2.4.3 Lower Co.	nfining Zones (p. 2-58)						Figure 2-46. Thin section in
					• • •	complex is the	Amsden Forma	ation, which con	nprises primarily dolostone	, limestone, and	the Amsden Formation. This
				anhydrite. The	Amsden Formation does in	clude some this	n sandstone and d	lolomitic sandsto	one intervals on the order of	4–6 inches thick	example shows a dolomite
									ones of the Broom Creek Fo		matrix (gray/brown) with
									ced at the top of an argilla		quartz grains distributed throughout. Minor porosity
					ace and 276 ft thick at the l				are 2-9). The Amsden Form	ation is 4,8 10 π	is observed. (p. 2-61)
				ocion iuna sun	and 2 / O It times at the I	2140 I IIII 3110 C	is determined at	moning i well	(11ga1052 11ullu2 15).		,
									ek Formation is evident on		Figure 2-47. Thin section in
									ation to the porous sandston		the Amsden Formation. This
									MAG 1. The lithology of th		interval is dominated by anhydrite and quartz. In this
									e and lesser predominant litl of the SW Core samples fr		example, quartz grains are
				Formation.	11.5.0110. 1 auto 2-10 5110 WS	ine range or p	orosity and peri	meaning values	or the 5 tr Core samples if	om the Amsuell	tightly cemented, and almost
											no porosity is observed. (p.
									bility from MAG 1		2-62)
					Sample Depth	, ft	Porosity %		ability, mD		Figure 2-48. Thin section in
					4,845 4,851*		9.59 18.80	11'	0.003		the Amsden Formation. This
					4,860*		8.86		1.46		interval shows a fine micritic
					4,865		2.15		0.0003		dolomite with minor quartz
											grains. Porosity is generally

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
				4,869 11.56 0.009 4,875** 2.9 0.005 4,880* 3.74 0.134 4,889* 10.26 0.239 Range (2.15-18.80) (0.0003-117)	low and found to be intergranular or due to the dissolution of dolomite in this example. (p. 2-63)
				Values measured at 2,400 psi * Sample is fractured or chipped. The measured permeability and/or porosity may be higher than its real value. ** Sample is very short; the measured porosity may be higher than its real value because of lack of conformation of boot material to plug surface. 2.4.3.1 Mineralogy (p. 2-60) Well logs and the thin-section analyses show that the Amsden Formation comprises dolostone, sandstone, anhydrite, and limestone. The porosity averages 7%, and permeability is very low. Figures 2-46, 2-47, and 2-48 show thin-section images representative of the Amsden Formation. XRD was performed, and the results confirm the observations made during core observation, thin-section description, and well log analysis. Amsden intervals show that dolomite, anhydrite, quartz, and clay are the dominant minerals (Table 2-16). XRF data are	Table 2-17. XRD Analysis in the Lower Confining Zone (Amsden Formation) from MAG 1 Well. Only major constituents are shown. (p. 2-64) Figure 2-49. XRF analysis in the lower confining zone (Amsden Formation) from MAG 1. (p. 2-65)
				Table 2-16. Description of Zones of Confinement above the Immediate Upper Confining Zone (data based on the MAG 1 well) Name of Formation Lithology Top Depth, ft Thickness, ft Identified USDW, ft	
	NDAC § 43-05- 01-05(1)(b)(2)	NDAC § 43-05-01-05(1)(b) (2) A geologic and hydrogeologic evaluation of the facility area, including an evaluation of all existing information on all geologic strata overlying the storage reservoir, including the immediate caprock containment characteristics and all subsurface zones to be used for monitoring. The evaluation must include any available geophysical data and assessments of any regional tectonic activity, local seismicity and regional or local fault zones, and a	d. A description of the storage reservoir's mechanisms of geologic confinement characteristics with regard to preventing migration of carbon dioxide beyond the proposed storage reservoir, including: Rock properties Regional pressure gradients Adsorption processes	Piper (Kline Member) Limestone 4,434 147 3,342 2.2.2.3 Formation Temperature and Pressure (p. 2-8) Broom Creek Formation temperature and pressure measurements were collected from MAG 1 with a packer module. To collect a formation fluid sample, the Broom Creek Formation had to be perforated due to the cement sheath created while drilling out an extended cement plug in the lower portion of the wellbore. The Broom Creek Formation was perforated from 4,733 to 4,740 ft, and a packer was set at 4,096 ft with a tailpipe, dial sensor mandrel, and 4-ft perforated sub below the packer. Pressure and temperature sensors were set at depths of 4,735 and 4,741 ft, and the measurements recorded are shown in Tables 2-2 and 2-3. The calculated pressure and temperature gradients from MAG 1 were used to model the formation temperature and pressure profiles for use in the numerical simulations of CO2 injection. Table 2-1. Description of MAG 1 Temperature Measurements and Calculated Temperature Gradients Formation Sensor Depth, ft Temperature, °F Broom Creek 4,735 118.9 Broom Creek Temperature Gradient, °F/ft * The temperature gradient is the measured temperature minus the average annual surface temperature of 40°F, divided by the associated test depth.	Table 2-2. Description of MAG 1 Temperature Measurements and Calculated Temperature Gradients (p. 2-9) Table 2-3. Description of MAG 1 Formation Pressure Measurements and Calculated Pressure Gradients (p. 2-9) Figure 2-63. Geomechanical parameters in the Spearfish Formation. (p. 2-81)

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		comprehensive description		Table 2-3.	Description	of MAG 1 I	Formation Pr	essure Meas	urements	and Calcula	ted Pressure	Gradients	Figure 2-64. Geomechanical
		of local and regional		Formation	1	\$	Sensor Depth	, ft		Formati	on Pressure, p	osi	parameters in the Broom
		structural or stratigraphic features. The evaluation		Broom Cre	ek		4,735			2	,427.00		Creek Formation. (p. 2-82)
		must describe the storage		Broom Cre	ek		4,741			2	,427.28		Figure 2-65. Geomechanical
		reservoir's mechanisms of		Mean Broo	m Creek		2,427.14						parameters in the Amsden
		geologic confinement,		Pressure, p			,						Formation. (p. 2-83)
		including rock properties,		Broom Cre	ek Pressure		0.50*						
		regional pressure gradients,		Gradient, p									Table 2-19. Ranges and
		structural features, and						or measured p	ressures m	inus standar	datmospheric	pressure at	Averages of the Elastic
		adsorption characteristics with regard to the ability of		14.7 ps1,	divided by th	ie associated	test depth.						Properties Estimated from 1D MEM in Spearfish,
		that confinement to prevent		2.3.2 Mechanism of	Geologic Co	nfinomont (n 2-26)						Broom Creek and Amsden
		migration of carbon dioxide						eologic confir	nement of (CO2 injected	l into the Broc	om Creek Formation will	Formations (p. 2-84)
		beyond the proposed storage		be the upper confini	ng formation	s (Spearfish	Formation an	d the lower Pi	iper Forma	ation), which	will contain t	the initially buoyant CO ₂	,
		reservoir. The evaluation		under the effects of r	elative perme	eability and o	capillary press	sure. Lateral m	novement o	of the injecte	dCO ₂ will be	restricted by residual gas	
		must also identify any		trapping(relative per	meability) ar	nd solubility	trapping(diss	olution of the	CO ₂ into th	he native for	mation brine),	confining the CO ₂ within	
		productive existing or potential mineral zones										vill increase. This higher-	
		occurring within the facility										00 years), mineralization	
		area and any underground										sorb to any of the mineral chanism in this project.	
		sources of drinking water in		Adsorption of CO ₂ is								enamism in this project.	
		the facility area and within		1 2	11 8				- 1				
		one mile [1.61 kilometers]		2.4.4.2 Stress, Ducti									
		of its outside boundary. The										in the Broom Creek and	
		evaluation must include exhibits and plan view maps										oom Creek, and Amsden	
		showing the following:										e pressure, minimum and iile, uniaxial compressive	
		showing the following.										ge of elastic and dynamic	
				parameters, and stre							orage and rang	go or orasiro arra a griarrino	
				Creek and A Modulus (K	Amsden For (), Static She	mations: Star ear Modulus ratio (n_Dy	atic Young's s (G), Uniaxia	Modulus (E_ al Strain Mod	_Stat), Sta dulus (P), l	tic Poisson' Dynamic Yo	M in Spearfis s Ratio (n_Sta oung's Modul s Formations	at), Static Bulk lus (E_Dyn),	
					Ct.	E_Stat,	n_Stat,	17 34 .	G,	D ·	E_Dyn,	n_Dyn,	
				Formation	Stats Min	Mpsi 0.665	unitless 0.243	K, Mpsi 0.493	Mpsi 0.256	P, psi 2821	Mpsi 3.090	unitless 0.243	
				Spearfish	Max	1.554	0.243	1.365	0.236	6591	5.213	0.243	
				Spearnsn	Average	1.159	0.281	0.884	0.453	4916	4.331	0.281	
				D	Min	0.089	0.231	0.084	0.034	378	0.896	0.231	
				Broom Creek	Max	3.774	0.347	3.288	1.429	15884	8.963	0.347	
					Average	0.573	0.313	0.479	0.221	2430	2.444	0.313	
					Min	0.117	0.152	0.137	0.043	495	1.057	0.152	
				Amsden	Max	6.869	0.364	6.774	2.581	29140	13.026	0.364	
		NDAC 8 42 05 01 05(1)(b)(2)	e. Identification of all	2.2.2.6 Seismic Surv	Average (p. 2.10)	1.945	0.286	1.47	0.764	8249	5.707	0.286	Figure 2-9. Well log display
		NDAC § 43-05-01-05(1)(b)(2) (g) Identification of all	characteristics controlling the			ev centered	on the BFE fa	acility was co	nducted D	ecember 20	19 through Isi	nuary 2020 (Figure 2-6).	of the interpreted lithologies
	NDAC § 43-05-	structural spill points or	isolation of stored carbon dioxide									stens of feet. The seismic	of the lower Piper, Spearfish,
	01-05(1)(b)(2)(g)	stratigraphic discontinuities	and associated fluids within the	data were used for a						1			Broom Creek, and Amsden
	()()()(8)	controlling the isolation of	storage reservoir, including:					1					Formations in MAG 1.
		stored carbon dioxide and	Structural spill points										(p. 2-14)

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		associated fluids within the storage reservoir;	Stratigraphic discontinuities	Data products generated from the interpretation of the 3D seismic data were used as inputs into the geologic model that was used to simulate migration of the CO ₂ plume. The 3D seismic data and MAG 1 well logs were used to interpret surfaces for the formations of interest within the survey area. These surfaces were converted to depth using the time-to-depth relationship derived from the MAG 1 dipole sonic log. The depth-converted surfaces for the storage reservoir and upper and lower confining zones were used as inputs for the geologic model. These surfaces captured detailed information about the structure and varying thickness of the formations between wells. A poststack inversion of the 3D seismic data was done using the MAG 1 well logs. Given the uncertainty in sonic log values related to washouts in the Broom Creek Formation in the MAG 1 well, indicated by the caliper log shown in Figure 2-5, inversion results of the 3D seismic data were not used to inform property distribution in the geologic model.	Figure 2-10. Regional well log stratigraphic cross sections of the lower Piper, Spearfish, and Broom Creek Formations flattened on the top of the Amsden Formation. (p. 2-15)
				Interpretation of the 3D seismic data and legacy 2D seismic data suggests there are no major stratigraphic pinch-outs or structural features with associated spill points in the area of review. No structural features, faults, or discontinuities that would cause a concern about seal integrity in the strata above the Broom Creek Formation extending to the deepest USDW, the Fox Hills Formation, were observed in the 2D and 3D seismic data in the area of review. 2.3.2 Mechanism of Geologic Confinement (p. 2-26)	Figure 2-11. Regional well log cross sections showing the structure of the lower Piper, Spearfish, and Broom Creek Formation logs. (p. 2-16)
				See discussion above under 2.3.2 Mechanism of Geologic Confinement	Figure 2-12. Structure map of the Broom Creek Formation across the greater Blue Flint project area in feet below mean sea level. A convergent interpolation gridding algorithm was used with well formation tops in creation of this map. (p. 2-17)
					Figure 2-13. Cross section of the Blue Flint storage complex from the geologic model showing lithofacies distribution in the Broom Creek Formation. Depths are referenced as feet below mean sea level. (p. 2-18)
		NDAC § 43-05-01-05(1)(b)(2) (c) Any regional or local faulting;	f. Any regional or local faulting;	2.5 Faults, Fractures, and Seismic Activity (First two paragraphs on p. 2-85) In the area of review, no known or suspected regional faults or fractures with sufficient permeability and vertical extent to allow fluid movement between formations have been identified through site-specific characterization activities, previous studies, or oil and gas exploration activities. The absence of transmissive faults is supported by fluid sample analysis results from MAG 1 that suggest the injection interval, Broom Creek Formation (28,600 mg/L), is isolated from the next permeable interval, the Inyan Kara Formation (15,600 mg/L) (Appendix A).	Figure 2-66. Suspected location of the Stanton Fault as interpreted by Sims and others (1991) and Anderson (2016). (p. 2-87) Figure 2-67. Cross section
	NDAC § 43-05- 01-05(1)(b)(2)(c)			A regional structural feature, the Stanton Fault, is discussed in this section. This section also discusses the seismic history of North Dakota and the low probability that seismic activity will interfere with containment. 2.5.1 Stanton Fault (p. 2-86) The Stanton Fault is a suspected Precambrian basement fault interpreted by Sims and others (1991), who—interpreted this northeast-southwest trending feature using available borehole data and regional gravity and magnetic data. The Stanton Fault is interpreted by Sims and others (1991) to be approximately 0.7 miles from the MAG 1 well (Figure 2-66). Given the resolution of the regional gravity and magnetic data and limited amount of borehole data used to interpret this suspected fault, there is a lot of uncertainty in the lateral extent and the location of the feature. No studies describing the possible vertical extent of this feature or impact on overlying sedimentary layers have been published. Lack of historical earthquakes in the area suggests that if the suspected Stanton Fault does exist it is inactive.	of Line 1 showing interpreted seismic horizons (red lines) and area where diffractions are present withing the Precambrian basement (green box). (p. 2-

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
	NDAC § 43-05- 01-05(1)(b)(2)(j)	NDAC § 43-05-01-05(1)(b)(2) (j) The location, orientation, and properties of known or suspected faults and fractures that may transect the confining zone in the area of review, and a determination that they would not interfere with containment;	g. Properties of known or suspected faults and fractures that may transect the confining zone in the area of review: Location Orientation Determination of the probability that they would interfere with containment	2D and 3D seismic data were used to characterize the subsurface within the project area and determine if the suspected Stanton Fault or other faults are present within the area of review. There is no indication of faulting within the 3D seismic data. Along the 2D seismic lines, there are areas where diffractions within the Precambrian basement can be seen and areas where there are discontinuities and flexures along seismic reflection events at the top of and within the Precambrian basement. These features may indicate the presence of faults. On Lines 1 and 2, shown in Figure 2-67 and 2-68, respectively, the diagonal seismic features within the Precambrian basement may be diffractions indicating the location of a structural feature such as a fault. However, there is no visible offset within the formations that directly overly the Precambrian basement, suggesting that if a fault is present it is confined to the Precambrian basement. On Lines 1 and 2, there are also discontinuities and flexures in several places along the interpreted top of the Precambrian basement and within the Precambrian basement that may also indicate the presence of faults. If these seismic features do correspond to faults, there is no indication that these features are present in the formations overlying the Precambrian basement and, therefore, do not have sufficient vertical extent to transect the storage reservoir and confining zones which are more than 5,000 feet above the basement. 2.5.1 Stanton Fault (p. 2-86) See discussion above under 2.5.1 Stanton Fault	(red lines) and area where diffractions are present
	NDAC §§ 43-05- 01-05(1)(b)(2) and (1)(b)(2)(m)	NDAC § 43-05-01-05(1)(b) (2) A geologic and hydrogeologic evaluation of the facility area, including an evaluation of all existing information on all geologic strata overlying the storage reservoir, including the immediate caprock containment characteristics and all subsurface zones to be used for monitoring. The evaluation must include any available geophysical data and assessments of any regional tectonic activity,	h. Information on any regional tectonic activity, and the seismic history, including: The presence and depth of seismic sources; Determination of the probability that seismicity would interfere with containment;	2.5.2 Seismic Activity (p. 2-89) The Williston Basin is a tectonically stable region of the North American Craton. Zhou and others (2008) summarize that "the Williston Basin as a whole is in an overburden compressive stress regime," which could be attributed to the general stability of the North American Craton. Interpreted structural features associated with tectonic activity in the Williston Basin in North Dakota include anticlinal and synclinal structures in the western half of the state, lineaments associated with Precambrian basement block boundaries, and faults (North Dakota Industrial Commission, 2022). Between 1870 and 2015, 13 earthquakes were detected within the North Dakota portion of the Williston Basin (Table 2-21) (Anderson, 2016). Of these 13 earthquakes, only three occurred along one of the eight interpreted Precambrian basement faults in the North Dakota portion of the Williston Basin (Figure 2-69). The earthquake recorded closest to the project area occurred in 2008 52.3 miles to the east, near Goodrich, North Dakota (Table 2-21). The magnitude of this earthquake is estimated to have been 2.6.	Table 2-21. Summary of Earthquakes Reported to Have Occurred in North Dakota (p. 2-90) Figure 2-69. Location of major faults, tectonic boundaries, and earthquakes in North Dakota (modified from Anderson, 2016). (p. 2- 91) Figure 2-70. Probabilistic map showing how often scientists expect damaging earthquake shaking around

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary			ion and Pa		ee main bod	y for reference			Figure/Table Number and Description (Page Number)
		local seismicity and regional or local fault zones, and a comprehensive description		Table 2-21. Sumn	nary of Earthq	uakes Repo	orted to Have	Occurred in	North Dakota City or Vicinity of		nderson, 2016) Distance to Blue Flint	the United States (U.S. Geological Survey, 2019). (p. 2-92)
		of local and regional structural or stratigraphic		Date	Magnitude	miles	Longitude	Latitude	Earthquake	Label	Ethanol, miles	(p. 2-72)
		features. The evaluation must describe the storage		Sept. 28, 2012	3.3	0.4*	-103.48	48.01	Southeast of	A	117.0	
		reservoir's mechanisms of		June 14, 2010	1.4	3.1	-103.96	46.03	Williston Boxelder	В	162.9	
		geologic confinement, including rock properties,		March 21, 2010	2.5	3.1	-103.98	47.98	Creek Buford	С	136.4	
		regional pressure gradients, structural features, and adsorption characteristics		Aug. 30, 2009	1.9	3.1	-102.38	47.63	Ft. Berthold southwest	D	60.1	
		with regard to the ability of		Jan. 3, 2009	1.5	8.3	-103.95	48.36	Grenora	Е	146.7	
		that confinement to prevent migration of carbon dioxide		Nov. 15, 2008 Nov. 11, 1998	2.6 3.5	11.2 3.1	-100.04 -104.03	47.46 48.55	Goodrich Grenora	F G	52.3 156.2	
		beyond the proposed storage reservoir. The evaluation		March 9, 1982 July 8, 1968	3.3 4.4	11.2 20.5	-104.03 -100.74	48.51 46.59	Grenora Huff	H	154.8 58.0	
		must also identify any		May 13, 1947	3.7**	U	-100.90	46.00	Selfridge	J	96.1	
		productive existing or potential mineral zones		Oct. 26, 1946 April 29, 1927	3.7** 0.2**	U U	-103.70 -102.10	48.20 46.90	Williston Hebron	K L	131.5 55.8	
		occurring within the facility area and any underground		Aug. 8, 1915 * Estimated dep	3.7**	U	-103.60	48.20	Williston	M	127.3	
		sources of drinking water in		** Magnitude est		orted modif	fied Mercalli in	itensity (MM	I) value.			
		the facility area and within one mile [1.61 kilometers]										
		of its outside boundary. The evaluation must include										
		exhibits and plan view maps										
		showing the following:										
		NDAC § 43-05-01-05(1)(b)(2) (m) Information on the										
		seismic history, including the										
		presence and depth of seismic sources and a determination										
		that the seismicity would not										
		interfere with containment; NDAC § 43-05-01-05(1)(b)	i. Illustration of the regional	2.1 Overview of Proje	ct Area Geolog	gy (p. 2-1)						Figure 2-1. Topographic
		(2) A geologic and hydrogeologic evaluation of the facility area, including an	geology, hydrogeology, and the geologic structure of the storage reservoir area:	See discussion above un	DW Formation	s (p. 4-16)		•				map of the project area showing the planned injection well, the planned
	ND 4 2 2 2 2 2	evaluation of all existing information on all geologic	Geologic maps Topographic maps	(Fischer, 2013). The Ba	con Creek Mer	nber of the I	Hell Creek For	mation forms	a regional aqui	tard for th	single confined aquifer system te Fox Hills–Hell Creek aquife	r Blue Flint Ethanol Plant (p.
	NDAC §§ 43-05- 01-05(1)(b)(2)	strata overlying the storage reservoir, including the	Cross sections								system occurs in southwestern eastern North Dakota (Fischer	
	and (1)(b)(2)(n)	immediate caprock containment characteristics									Fox Hills Formation is sodiun 974). Previous analysis of Fox	
		and all subsurface zones to be		Hills Formation water l	nas also noted h	igh levels o	f fluoride, mor	e than 5 mg/	L (Honeyman, 2	007). As s	such, the Fox Hills-Hell Creel	in North Dakota (red dashed
		used for monitoring. The evaluation must include any		system is typically not watering.	ised as a prima	ry source of	drinking water	r. However, 1	t is occasionally	produce	d for irrigation and/or livestocl	line). (p. 2-12)
		available geophysical data and assessments of any		-								Figure 2-10. Regional well log stratigraphic cross

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		regional tectonic activity, local seismicity and regional or local fault zones, and a comprehensive description of local and regional structural or stratigraphic features. The evaluation must describe the storage reservoir's mechanisms of geologic confinement, including rock properties, regional pressure gradients, structural features, and adsorption characteristics with regard to the ability of that confinement to prevent migration of carbon dioxide beyond the proposed storage reservoir. The evaluation must also identify any productive existing or potential mineral zones occurring within the facility area and any underground sources of drinking water in the facility area and within one mile [1.61 kilometers] of its outside boundary. The evaluation must include exhibits and plan view maps showing the following: NDAC § 43-05-01-05(1)(b)(2) (n) Geologic and topographic maps and cross sections illustrating regional geology, hydrogeology, and the geologic structure of the facility area; and		Multiple other freshwater-bearing units, primarily of Tertiary age, overlie the Fox Hills—Hell Creek aquifer system in the area of investigation. A cross section of these formations is presented in Figure 4-10. The upper formations are generally used for domestic and agricultural purposes. The Cannonball and Tongue River Formations comprise the major aquifer into the Formation, which overlies the Hell Creek Formation. The Cannonball Formation consists of interbedded sandstone, siltstone, claystone, and thin lignite beds of marine origin. The Tongue River Formation is predominantly sandstone interbedded with siltstone, claystone, lignite, and occasional carbonaceous shales. The basal sandstone member of the Tongue River is persistent and a reliable source of groundwater in the region. The thickness of this basal sand ranges from approximately 50 to 200 ft and can be found at a depth of approximately 550 ft. Tongue River groundwaters are generally sodium bicarbonate with a TDS of approximately 1,000 ppm (Klausing, 1974). The Sentinel Butte Formation, a silty fine- to medium-grained sandstone with claystone and lignite interbeds, overlies the Tongue River Formation. The upper Sentinel Butte Formation is predominantly sandstone with lignite interbeds, forming another important source of groundwater in the region. The upper Sentinel Butte is approximately 150 ft thick in the area of investigation (Hemish, 1975). TDS concentrations in the Sentinel Butte Formation are approximately 1,000 ppm (Klausing, 1974). Above these are undifferentiated alluvial and glacial drift Quatemary aquifer layers.	
	NDAC § 43-05- 01-05(1)(b)(2)(d)	NDAC § 43-05-01-05(1)(b)(2) (d) An isopach map of the storage reservoirs;	j. An isopach map of the storage reservoir(s);	See Figure 2-8 on p. 2-13	Figure 2-8. Isopach map of the Broom Creek Formation in the greater Blue Flint project area. (p. 2-13)
	NDAC § 43-05-	NDAC § 43-05-01-05(1)(b)(2) (e)An isopach map of the primary and any secondary containment barrier for the storage reservoir;	k. An isopach map of the primary containment barrier for the storage reservoir;	See Figure 2-32 on p. 2-43	Figure 2-32. Isopach map of the Spearfish Formation to the top of the Broom Creek Formation in the Blue Flint project area. (p. 2-43)
	01-05(1)(b)(2)(e)		An isopach map of the secondary containment barrier for the storage reservoir;	See Figure 2-30 on p. 2-41 and Figure 2-43 on p. 2-57	Figure 2-30. Isopach map of the lower Piper Formation in the greater Blue Flint project area. (p. 2-41)

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					Figure 2-43. Isopach map of the interval between the top of the Inyan Kara Formation and the top of the Pierre Formation. This interval represents the tertiary confinement zone (p. 2-57)
	NDAC § 43-05-	NDAC § 43-05-01-05(1)(b)(2) (f) A structure map of the top and base of the storage reservoirs;	m. A structure map of the top of the storage formation;	See Figure 2-12 on p. 2-17	Figure 2-12. Structure map of the Broom Creek Formation across the greater Blue Flint project area in feet below mean sea level. (p. 2-17)
	01-05(1)(b)(2)(f)		n. A structure map of the base of the storage formation;	See Figure 2-44 on p. 2-58	Figure 2-44. Structure map of the Amsden Formation across the greater Blue Flint project area in feet below mean sea level. (p. 2-58)
		NDAC § 43-05-01-05(1)(b)(2) (i) Structural and stratigraphic cross sections that describe the geologic conditions at the storage reservoir;	o. Structural cross sections that describe the geologic conditions at the storage reservoir;	See Figure 2-11 on p. 2-16 and Figure 2-13 on p. 2-18	Figure 2-11. Regional well log cross sections showing the structure of the lower Piper, Spearfish, and Broom Creek Formation logs. (p. 2-16) Figure 2-13. Cross section of the Blue Flint storage complex from the geologic
	NDAC § 43-05- 01-05(1)(b)(2)(i)				model showing lithofacies distribution in the Broom Creek Formation. Depths are referenced as feet below mean sea level (p. 2-18)
			p. Stratigraphic cross sections that describe the geologic conditions at the storage reservoir;	See Figure 2-10 on p. 2-15	Figure 2-10. Regional well log stratigraphic cross sections of the lower Piper, Spearfish, and Broom Creek Formations flattened on the top of the Amsden Formation. (p. 2-15)
	NDAC § 43-05- 01-05(1)(b)(2)(h)	NDAC § 43-05-01-05(1)(b)(2) (h) Evaluation of the pressure front and the potential impact on underground sources of drinking water, if any;	q. Evaluation of the pressure front and the potential impact on underground sources of drinking water, if any;	3.4 Simulation Results (p. 3-11) The target injection rate of 200,000 tonnes per year (tpy) (548 tonnes per day) was consistently achievable over 20 years (Figure 3-9), translating to a cumulative 4 MMt of CO ₂ injection (Figure 3-10). Simulations of CO ₂ injection with the given well constraints, listed in Table 3-3, predicted the BHP would not reach the maximum BHP constraint of 2,970 psi (90% of the formation fracture pressure) as a result of injecting the target CO ₂ volume of 200,000 tpy. The predicted maximum BHP and the average BHP during the 20 year injection period were 2,661 and 2,570 psi (Figure 3-11), respectively. Long-term CO ₂ migration potential was also investigated through the numerical simulation efforts. The slow lateral migration of the plume is caused by the effects of buoyancy where the free-phase CO ₂ injected into the formation rises to the bottom of the upper confining zone or lower-permeability layers present in the Broom Creek Formation and then outward. This process results in a higher concentration of CO ₂ at the center which gradually spreads out toward the model edges where the CO ₂ saturation is lower. Trapped CO ₂	Figure 3-13. Top left, top right, and bottom left display average pressure increase within the Broom Creek Formation after 1, 10, and 20 years of simulated CO ₂ injection operation. (p. 3-16) Figure 6-1. Predicted pressure increase in storage reservoir following 20 years

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	NDAC § 43-05- 01-05(1)(b)(2)(l)	NDAC § 43-05-01-05(1)(b)(2) (l) Geomechanical information on fractures, stress, ductility, rock strength, and in situ fluid pressures within the confining zone. The confining zone must be free of transmissive faults or fractures and of sufficient areal extent and integrity to contain the injected carbon dioxide stream;	r. Geomechanical information on the confining zone. The confining zone must be free of transmissive faults or fractures and of sufficient areal extent and integrity to contain the injected carbon dioxide: Fractures Stress Ductility Rock strength In situ fluid pressure	the CO2 plume and limit the plume's lateral migration and spreading. Figure 3-14 shows the CO2 saturation at the injection well at the end of injection in north-to-south and east-to-west cross-sectional views. 6.1.1 Pre- and Postinjection Pressure Differential (p. 6-1) Model simulations were performed to estimate the change in pressure in the Broom Creek Formation during injection operations and after the cessation of CO3 injection. The simulations were conducted for 20 years of CO2 injection at a rate of 200,000 metric tons per year, followed by a PISC period of 10 years. Figure 6-1 illustrates the predicted pressure differential at the conclusion of CO3 injection. At the time that CO2 injection operations have stopped, the model predicts an increase in the pressure of the reservoir, with a maximum pressure differential of up to 120 psi at the location of the CO3 injection well. There is insufficient pressure increase caused by CO3 injection. Drove more than 1 cubic meter of formation fluids from the storage reservoir to the lowest USDW. The details of this pressure evaluation are provided as part of the AOR delineation of this permitapplication (Section 3.0). Figure 6-2 illustrates the predicted gradual pressure decrease following the cessation of CO3 injection, with the pressure at the injection well at the end of the PISC period anticipated to decrease 80 to 100 psi as compared to the pressure at the time CO2 injection was terminated. This trend of decreasing pressure in the storage reservoir is anticipated to continue over time until the pressure of the storage reservoir is appreaches in situr resvoir pressure conditions. 2.4.4.1 Borehole Image Fracture Analysis (p. 2-71) Borehole image for such as a siture servoir pressure of the storage reservoir appreaches in siture servoir pressure of the pressure of the formation of interest and can be oriented to provide an understanding of the general direction of features observed in the Piper, Spearfish Formation and Amsden Formation, respectively. Drilling i	Figure 2-56a. Examples of the interpreted FMI log for the MAG 1 well. This examples of the interpreted FMI log for the MAG 1 well. This examples of the interpreted FMI log for the thinterpreted FMI log for the Storage reservoir oblique stratification, and surface boundaries) seen in Piper-Picard Formation FMI image analysis. (p. 2-73) Figure 2-56b. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (horizontal stratification, and surface boundaries) seen in Piper-Picard Formation FMI image analysis. (p. 2-73) Figure 2-56b. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (horizontal stratification, and surface boundaries) seen in Spearfish Formation FMI image analysis. (p. 2-74) Figure 2-57. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (conductive fractures, resistive fracture, mixed fracture, horizontal stratification, and oblique stratification) seen in
				Nowakowski, 2005; Yale and others, 1995; Zhang and Bentley, 2005; Yale and Jamieson, 1994).	image analysis. (p. 2-75)

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				Log data were used to calautest stress in the storage complex to determine the fracture pressure gradient. In the injection zone, the parameters used to calauties stress were determined from the sand intervals in the Broom Creek Formation Rock strength delines the limit at which the stress conditions might induce the rock to mechanically fail. The unconfined compressive strength can be determined directly from rock mechanics tests, but in the MAG 1 well case; this was empirically extinated from well data. Poisson's ratio was estimated using the available well logs, which resulted in an average value for the Broom Creek Formation of 0.32. The Biot factor was calculated using the extended using the true vertical depth (TVD), vertical stress (8v), compressional slowness, and compressional velocity, respectively. The pore pressure and hydropressure gradients are equal to 0.448 and 0.429 shift, respectively. In situ stresses such as Sv, maximum horizonatal stress (Shma) were calculated using specific parameters and methods (Table 2-20), Sv, which is related to the overburden or lithostatic pressure, is an important parameter in geomechanical modeling. In the Broom Creek formation, overburden pressure was estimated through the bulk density lego the surface using the extrapolation method, resulting in an overburden gradient of 0.911 psi/tl. The poroelastic horizontal strain model is the most used method for horizontal strains model is the most used method for horizontal strains. Properolastic horizontal strain model was used to estimate the minimum horizontal stress (Furdus and Historican Large Park). Properolastic horizontal strain model was used to estimate the minimum horizontal strain model was used to estimate the minimum horizontal stress regime that can be seen in the Spearfish, Broom Creek, and Amsden Formations is a normal stress regime where Sv > Slame, Shmin. Shmin magnitude could not be calibrated using the closure pressure measurements obtained from the openhole MDT microfracture in situ stress testing t	Figure 2-58. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (horizontal stratification, oblique stratification, and surface boundaries) seen in Amsden Formation FMI image analysis. (p. 2-77) Figure 2-59. Examples of the interpreted FMI log for the MAG 1 well. This example shows the common feature types (conductive fractures, stylolites, horizontal stratification, oblique stratification, and surface boundaries) seen in Amsden Formation FMI image analysis. (p. 2-77) Figure 2-60. This example shows the dip azimuth and dip angle for conductive fractures seen in the Spearfish Formation. (p. 2-78) Figure 2-61. This example shows the dip azimuth and dip angle for conductive fractures seen in the Amsden Formation. (p. 2-79) Figure 2-62. This example shows the orientation of drilled-induced fractures in the Piper Formation. (p. 2-80) Figure 2-64. Geomechanical parameters in the Spearfish Formation. (p. 2-81) Figure 2-65. Geomechanical parameters in the Amsden Formation. (p. 2-82) Figure 2-65. Geomechanical parameters in the Amsden Formation. (p. 2-83)

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					Table 2-19. Ranges and Averages of the Elastic Properties Estimated from 1D MEM in Spearfish, Broom Creek and Amsden Formations (p. 2-84)
					Table 2-20. Ranges and Averages of the Sv, Hydropressure, Shmin, and Friction Angle (Fang) Estimated from 1D MEM in the Spearfish, Broom Creek, and Amsden Formations (p. 2-85)
	NDAC § 43-05- 01-05(1)(b)(2)(o)	NDAC § 43-05-01-05(1)(b)(2) (o) Identify and characterize additional strata overlying the storage reservoir that will prevent vertical fluid movement, are free of transmissive faults or fractures, allow for pressure dissipation, and provide additional opportunities for monitoring, mitigation, and remediation.	s. Identify and characterize additional strata overlying the storage reservoir that will prevent vertical fluid movement: Free of transmissive faults Free of transmissive fractures Effect on pressure dissipation Utility for monitoring, mitigation, and remediation.	2.4.2 Additional Overlying Confining Zones (pp. 2-55 and 2-56) Several other formations provide additional confinement above the lower Piper interval. Impermeable rocks above the primary seal include the upper Piper, Rierdon, and Swift Formations, which make up the first additional group of confining formations (Table 2-15). Together with the Spearfish and lower Piper intervals, these intervals are 859 ft thick on average across the simulation area and will isolate Broom Creek Formation fluids from migrating upward to the next permeable interval, the Inyan Kara Formation (see Figure 2-42). Above the Inyan Kara Formation at the MAG 1 well, 2,512 ft of impermeable rocks acts as an additional seal between the Inyan Kara sandstone interval and lowermost USDW, the Fox Hills Formation (see Figure 2-43). Confining layers above the Inyan Kara sandstone interval include the Skull Creek, Mowry, Belle Fourche, Greenhorn, Carlile, Niobrara, and Pierre Formations (Table 2-15). The formations between the Broom Creek and Inyan Kara Formations and between the Inyan Kara Formation and lowest USDW have demonstrated the ability to prevent the vertical migration of fluids throughout geologic time and are recognized as impermeable flow barriers in the Williston Basin (Downey, 1986; Downey and Dinwiddie, 1988). Sandstones of the Inyan Kara Formation comprise the first unit, with relatively high porosity and permeability above the injection zone and the primary sealing formation. The Inyan Kara represents the most likely candidate to act as an overlying pressure dissipation zone. Monitoring digital temperature sensor (DTS) data for the Inyan Kara Formation using the downhole fiber-optic cable provides an additional opportunity for mitigation and remediation (Section 5). In the unlikely event of out-of-zone migration through the primary and secondary sealing formations, CO ₂ would become trapped in the Inyan Kara Formation. The depth to the Inyan Kara Formation at MAG 1 is approximately 3,604 ft, and the interval itself is about 22	Table 2-15 Description of Zones of Confinement above the Immediate Upper Confining Zone (data based on the MAG 1 well) (p. 2- 56) Figure 2-42. Isopach map of the interval between the top of the Broom Creek Formation and the top of the
Area of Review Delineation	NDAC §§ 43-05- 01-05(1)(j) and (1)(b)(3)	NDAC § 43-05-01-05(1) j. An area of review and corrective action plan that meets the requirements pursuant to section 43-05-01-05.1; NDAC § 43-05-01-05(1)(b) (3) A review of the data of public record, conducted by a geologist or engineer, for all wells within the facility area, which penetrate the storage reservoir or primary or secondary seals overlying the reservoir, and all wells within the facility area and within one	The carbon dioxide storage reservoir area of review includes the areal extent of the storage reservoir and one mile outside of the storage reservoir boundary, plus the maximum extent of the pressure front caused by injection activities. The area of review delineation must include the following:	4.1.1 Written Description (p. 4-1) North Dakota geologic storage of CO ₂ regulations require that each storage facility permit (SFP) delineate an AOR, which is defined as "the region surrounding the geologic storage project where underground sources of drinking water [USDW] may be endangered by the injection activity" (North Dakota Administrative Code [NDAC] § 43-05-01-01[4]). Concern regarding the endangerment of USDWs is related to the potential vertical migration of CO ₂ and/or brine from the injection zone to the USDW. Therefore, the AOR encompasses the region overlying the injected free-phase CO ₂ plume and the region overlying the extent of formation fluid pressure increase sufficient to drive formation fluids (e.g., brine) into USDWs, assuming pathways for this migration (e.g., abandoned wells or transmissive faults) are present. The minimum fluid pressure increase in the reservoir that results in a sustained flow of brine upward into an overlying drinking water aquifer is referred to as the "critical threshold pressure increase" and resultant pressure as the "critical threshold pressure." Calculation of the allowable increase in pressure using site-specific data from the MAG 1 well (NDIC File No. 37833) shows that the storage reservoir in the project area is overpressured with respect to the lowest USDW (i.e., the allowable increase in pressure is less than zero [Section 3, Table 3-5]). NDAC § 43-05-01-05(1)(b)(3) requires "[a] review of the data of public record, conducted by a geologist or engineer, for all wells within the facility area, which penetrate the storage reservoir or primary or secondary seals overlying the reservoir, and all wells within the facility area and within one mile [1.61 kilometers], or any other distance as deemed necessary by the commission, of the facility area boundary." Based on the computational methods used to simulate CO ₂ injection activities and associated pressure front (Figure 4-	

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		mile [1.61 kilometers], or any other distance as deemed necessary by the commission, of the facility area boundary. The review must include the following:		1), the resulting AOR for the geologic storage project is delineated as being 1 mile from the SFP boundary. This extent ensures compliance with existing state regulations. All wells located in the AOR that penetrate the storage reservoir and its primary overlying seal were evaluated (Figures 3-20 and 4-2) by a professional engineer pursuant to NDAC § 43-05-01-05(1)(b)(3). The evaluation was performed to determine if corrective action is required and included a review of all available well records (Table 4-1). The evaluation determined that all wells within the AOR have sufficient isolation to prevent formation fluids or injected CO ₂ from vertically migrating outside of the storage reservoir or into USDWs and that no corrective action is necessary (Tables 4-2 and 4-3, and Figure 4-3 and Figure 4-4). An extensive geologic and hydrogeologic characterization performed by a team of geologists from the EERC uncovered no evidence of transmissive faults or fractures in the upper confining zone within the AOR and revealed that the upper confining zone has sufficient geologic integrity to prevent vertical fluid movement. All geologic data and investigations indicate the storage reservoir within the AOR has sufficient containment and geologic integrity, including geologic confinement above and below the injection zone, to prevent vertical fluid movement. This section of the SFP application is accompanied by maps and tables that include information required and in accordance with NDAC § 43-05-01-05(1)(a) and (b) and § 43-05-01-05.1(2), such as the storage facility area, location of any proposed injection wells, presence of significant surface structures or land disturbances, and location of water wells and any other wells within the AOR. Table 4-1 lists all the surface and subsurface features that were investigated as part of the AOR evaluation, pursuant to NDAC § 43-05-01-05.1(2). Surface features that were investigated but not found within the AOR boundary are also identified in Table 4-1.	
	NDAC §§ 43-05- 01-05(1)(b)(3) and (1)(a)	NDAC § 43-05-01-05(1)(b) (3) A review of the data of public record, conducted by a geologist or engineer, for all wells within the facility area, which penetrate the storage reservoir or primary or secondary seals overlying the reservoir, and all wells within the facility area and within one mile [1.61 kilometers], or any other distance as deemed necessary by the commission, of the facility area boundary. The review must include the following: NDAC § 43-05-01-05(1) a. A site map showing the boundaries of the storage reservoir and the location of all proposed wells, proposed cathodic protection boreholes, and surface facilities within the carbon dioxide storage facility area;	a. A map showing the following within the carbon dioxide reservoir area: i. Boundaries of the storage reservoir ii. Location of all proposed wells iii. Location of proposed cathodic protection boreholes iv. Any existing or proposed aboveground facilities;	See Figure 4-2 on p. 4-4 2.3 Storage Reservoir (injection zone) (p. 2-11) See Figure 2-7 on page 2-12. 5.7.2 Soil Gas and Groundwater Monitoring (p. 5-14) See Figure 5-5 on page 5-14. 3.5.5.2 Incremental Leakage Maps and AOR Delineation (p. 3-29) See Figure 3-21 on page 3-33. 5.2 Surface Facilities Leak Detection Plan (p. 5-3) See Figure 5-1 on page 5-3.	Figure 2-7. Areal extent of the Broom Creek Formation in North Dakota (p. 2-12) Figure 5-5. Blue Flint's planned baseline and monitoring program for soil gas, shallow groundwater aquifers, and the Fox Hills Aquifer. (p. 5-14) Figure 3-21. Land use in and around the AOR. (p. 3-33) Figure 5-1. Site map showing the surface facilities layout for the Blue Flint CO ₂ storage project. (p. 5-3)
	NDAC § 43-05- 01-05(1)(b)(2)(a)	NDAC § 43-05-01-05(1)(b)(2) (a) All wells, including water, oil, and natural gas exploration and	b. A map showing the following within the storage reservoir area and within one mile outside of its boundary:	4.1.2 Supporting Maps (p. 4-3) See Figure 4-2 on page 4-4.	Figure 4-2. AOR map in relation to nearby groundwater wells. (p. 4-4)

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	development wells, and other manmade subsurface structures and activities, including coal mines, within the facility area and within one mile [1.61 kilometers] of its outside boundary; NDAC § 43-05-01-05(1) c. The extent of the pore space	oil, and natural gas exploration and development wells ii. All other manmade subsurface structures and activities, including coal mines; c. A description of the method used for delineating the area of	3.5.2 Risk-Based AOR Delineation (p. 3-20) The methods described by EPA (2013) for estimating the AOR under the Class VI rule (40 U.S. Code of Federal Regulations [CFR]	Figure 3-21. Land use in and around the AOR. (p. 3-33) Figure 3-16. Workflow for delineating a risk-based
NDAC § 43-05- 01-05(1)(c) and NDAC § 43-05- 01-05.1(1)(a)	that will be occupied by carbon dioxide as determined by utilizing all appropriate geologic and reservoir engineering information and reservoir analysis, which must include various computational models for reservoir characterization, and the projected response of the carbon dioxide plume and storage capacity of the storage reservoir. The computational model must be based on detailed geologic data collected to characterize the injection zones, confining zones, and any additional zones;	review, including: i. The computational model to be used ii. The assumptions that will be made iii. The site characterization data on which the model will be based;	146.81 et seq.) were developed assuming that the storage reservoirs would be in hydrostatic equilibrium with overlying aquifers. However, in the state of North Dakota, and potentially elsewhere around the United States, candidate storage reservoirs are already overpressurized relative to overlying aquifers and thus subject to potential vertical formation fluid migration from the storage reservoir to the lowermost USDW, even prior to the planned storage project. Consequently, applying EPA (2013) methods to these geologic situations essentially results in an infinite AOR, which makes regulatory compliance infeasible. Several researchers have recognized the need for alternative methods for estimating the AOR for locations that are already overpressurized relative to overlying aquifers. For example, Birkholzer and others (2014) described the unnecessary conservatism in EPA's definition of critical pressure, which could lead to a heavy burden on storage facility permit (SFP) applicants. As an alternative, Burton-Kelly and others (2021) proposed a risk-based reinterpretation of this framework that would allow for a reduction in the AOR while ensuring protection of drinking water resources. A computational framework for estimating a risk-based AOR was proposed by Oldenburg and others (2014, 2016), who compared formation fluid leakage through a hypothetical open flow path in the baseline scenario (no CO injection) to the incrementally larger leakage that would occur in the CO ₂ injection case. The modeling for the risk-based AOR used semianalytical solutions to single-phase flow equations to model reservoir pressurization and vertical migration through leaky wells. These semianalytical solutions were extensions of cariier work for formation fluid deakage through ablondowed wellbores by Raven and others (1990) and Avci (1994), which were creatively solved, coded, and compiled in FORTRAN under the name ASLMA (Analytical Solution for Leakage in Multilayered Aquifers) and extensively described by Cihan and others (2011,	AOR for a SFP. (p. 3-22)

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				An important distinction between EPA Methods 1 and 2, which both calculate a critical pressure threshold (either Δ Pi,f for Method 1 or Δ Pc for Method 2) and the risk-based AOR approach is that the risk-based approach 1) calculates and maps the potential incremental flow of formation fluids from the storage reservoir to the USDW that could occur and then 2) delineates the areal extent beyond which no significant leakage would occur. Therefore, the region beyond which no significant leakage would occur does not present an endangerment to the USDW; hence, the region inside of this areal extent is the risk-based AOR.	
	NDAC § 43-05- 01-05.1(1)(b)(1- 4)	NDAC § 43-05-01-05.1(1) b. A description of: (1) The reevaluation date, not to exceed five years, at which time the storage operator shall reevaluate the area of review; (2) The monitoring and operational conditions that would warrant a reevaluation of the area of review prior to the next scheduled reevaluation date; (3) How monitoring and operational data (e.g., injection rate and pressure) will be used to inform an area of review reevaluation; and (4) How corrective action will be conducted to meet the requirements of this section, including what corrective action will be performed prior to injection and what, if any, portions of the area of review will have corrective action addressed on a phased basis and how the phasing will be determined; how corrective action will be adjusted if there are changes in the area of review; and how site access will be guaranteed for future corrective action.	d. A description of: (1) The reevaluation date, not to exceed five years, at which time the storage operator shall reevaluate the area of review; (2) Any monitoring and operational conditions that would warrant a reevaluation of the area of review prior to the next scheduled reevaluation date; (3) How monitoring and operational data (e.g., injection rate and pressure) will be used to inform an area of review reevaluation; (4) How corrective action will be conducted if necessary, including: a. What corrective action will be performed prior to injection b. How corrective action will be adjusted if there are changes in the area of review;	### A3 Reevaluation of AOR and Corrective Action Plan (p. 4-13) BFE will periodically reevaluate the AOR and corrective action plan in accordance with NDAC § 43-05-01-05.1, with the first reevaluation taking place no later than the fifth anniversary of NDIC's issuance of a permit to operate under NDAC § 43-05-01-10 and every fifth anniversary thereafter (each being a Reevaluation Date). The AOR reevaluations will address the following: • Any changes to the monitoring and operational data prior to the scheduled Reevaluation Date will be identified. • Monitoring and operational data (e.g., injection rate and pressure) will be used to update the geologic model and the computational simulations. These updates will then be used to inform a reevaluation of the AOR and corrective action plan, including the computational model that was used to determine the AOR, and the operational data to be utilized as the basis for that update will be identified. • The protocol to conduct corrective action, if necessary, will be determined, including 1) what corrective action will be performed and 2) how corrective action will be adjusted if there are changes in the AOR.	N/A
	NDAC § 43-05- 01-05(1)(b)(2)(b)	NDAC § 43-05-01-05(1)(b)(2) (b) All manmade surface structures that are intended for temporary or permanent human occupancy within the	e. A map showing the areal extent of all manmade surface structures that are intended for temporary or permanent human occupancy within the storage reservoir area,	3.5.5.2 Incremental Leakage Maps and AOR Delineation (p. 3-29) See Figure 3-21 on p. 3-33	Figure 3-21. Land use in and around the AOR. (p. 3-33)

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		facility area and within one	and within one mile outside of its		
			boundary;		
	NDAC § 43-05- 01-05(1)(b)(2)	mile [1.61 kilometers] of its outside boundary; NDAC § 43-05-01-05(1)(b) (2) A geologic and hydrogeologic evaluation of the facility area, including an evaluation of all existing information on all geologic strata overlying the storage reservoir, including the immediate caprock containment characteristics and all subsurface zones to be used for monitoring. The evaluation must include any available geophysical data and assessments of any regional tectonic activity, local seismicity and regional or local fault zones, and a comprehensive description of local and regional structural or stratigraphic features. The evaluation must describe the storage reservoir's mechanisms of geologic confinement, including rock properties, regional pressure gradients, structural features, and adsorption characteristics with regard to the ability of that confinement to prevent migration of carbon dioxide beyond the proposed storage reservoir. The evaluation must also identify any productive existing or potential mineral zones occurring within the facility area and any underground sources of drinking water in the facility area and within one mile [1.61 kilometers] of	f. A map and cross section identifying any productive existing or potential mineral zones occurring within the storage reservoir area and within one mile outside of its boundary;	2.6 Potential Mineral Zones (p. 2-92) See Figure 2-71 and Figure 2-72.	Figure 2-71. Coal beds of the Sentinel Butte and Bullion Creek (Tongue River) Formations showing the lignite coals in western North Dakota (p. 2-94) Figure 2-72. Hagel net coal isopach map. (p. 2-95)
		its outside boundary. The evaluation must include exhibits and plan view maps			
		showing the following:			
	NDAC § 43-05-	NDAC § 43-05-01-05(1)(b)	g. A map identifying all wells within		Figure 3-20. Final AOR in
	01-05(1)(b)(3)	(3) A review of the data of	the area of review, which	See Figure 3-20 on p. 3-32 for nearby legacy wells.	relation to nearby legacy
	and	public record, conducted by a	penetrate the storage formation or		wells. (p. 3-32)
	NDAC § 43-05-	geologist or engineer, for all	primary or secondary seals		
	01-05.1(2)(b)	wells within the facility area,	overlying the storage formation.		

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		which penetrate the storage reservoir or primary or secondary seals overlying the reservoir, and all wells within the facility area and within one mile [1.61 kilometers], or any other distance as deemed necessary by the commission, of the facility area boundary. The review must include the following: NDAC § 43-05-01-05.1(2) b. Using methods approved by the commission, identify all penetrations, including active and abandoned wells and underground mines, in the area of review that may penetrate the confining zone. Provide a description of each well's type, construction, date drilled, location, depth, record of plugging and completion, and any			
		additional information the commission may require;			
	NDAC § 43-05- 01-05(1)(b)(3)(a)	NDAC § 43-05-01-05(1)(b)(3) (a) A determination that all abandoned wells have been plugged and all operating wells have been constructed in a manner that prevents the carbon dioxide or associated fluids from escaping from the storage reservoir;	h. A review of these wells must include the following: (1) A determination that all abandoned wells have been plugged in a manner that prevents the carbon dioxide or associated fluids from escaping the storage formation;	4.1.1 Written Description (4th paragraph, p. 4-1) North Dakota geologic storage of CO ₂ regulations require that each storage facility permit (SFP) delineate an AOR, which is defined as "the region surrounding the geologic storage project where underground sources of drinking water [USDW] may be endangered by the injection activity" (North Dakota Administrative Code [NDAC] § 43-05-01-01[4]). Concern regarding the endangerment of USDWs is related to the potential vertical migration of CO ₂ and/or brine from the injection zone to the USDW. Therefore, the AOR encompasses the region overlying the injected free-phase CO ₂ plume and the region overlying the extent of formation fluid pressure increase sufficient to drive formation fluids (e.g., brine) into USDWs, assuming pathways for this migration (e.g., abandoned wells or transmissive faults) are present. The minimum fluid pressure increase in the reservoir that results in a sustained flow of brine upward into an overlying drinking water aquifer is referred to as the "critical threshold pressure increase" and resultant pressure as the "critical threshold pressure." Calculation of the allowable increase in pressure using site-specific data from the MAG 1 well (NDIC File No. 37833) shows that the storage reservoir in the project area is overpressured with respect to the lowest USDW (i.e., the allowable increase in pressure	Figure 4-2. AOR map in relation to nearby groundwater wells. Shown are the stabilized CO2 plume extent postinjection (dashed red boundary), storage facility area (dashed purple boundary), and 1-mile AOR (dashed black boundary). All groundwater wells in the AOR are identified above.
	NDAC § 43-05- 01-05(1)(b)(3)(b)	NDAC § 43-05-01-05(1)(b)(3) (b) A description of each well's type, construction, date drilled, location, depth, record of plugging, and completion;	(2) A determination that all operating wells have been constructed in a manner that prevents the carbon dioxide or associated fluids from escaping the storage formation;	NDAC § 43-05-01-05(1)(b)(3) requires "[a] review of the data of public record, conducted by a geologist or engineer, for all wells within the facility area, which penetrate the storage reservoir or primary or secondary seals overlying the reservoir, and all wells within the facility area and within one mile [1.61 kilometers], or any other distance as deemed necessary by the commission, of the facility area boundary." Based on the computational methods used to simulate CO ₂ injection activities and associated pressure front (Figure 4-1), the resulting AOR for the geologic storage project is delineated as being 1 mile from the SFP boundary. This extent ensures	AOR. (p. 4-4)
	NDAC § 43-05- 01-05(1)(b)(3)(c)	NDAC § 43-05-01-05(1)(b)(3) (c) Maps and stratigraphic cross sections indicating the general vertical and lateral limits of all underground sources of drinking water, water wells, and springs	(3) A description of each well: a. Type b. Construction c. Date drilled d. Location e. Depth	 4.1.2 Supporting Maps See Figure 4-2 on p. 4-4. 4.2 Corrective Action Evaluation (p. 4-8) See Table 4-2 on p. 4-6, Table 4-3 on p. 4-7, Table 4-4 on p. 4-8, and Table 4-5 on p. 4-9. 	Figure 3-20. Final AOR in relation to nearby legacy wells. Shown is the storage facility area (purple polygon) and AOR (black polygon). Orange circles represent legacy oil and gas wells near

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		within the area of review;	f. Record of	See Figure 4-3 on p. 4-10, Figure 4-4 on p. 4-11, and Figure 4-5 on p. 4-12.	the storage facility area. (p.
		their positions relative to the	plugging	AAD (4' CHODW (D C LE (') (A 12)	3-32)
		injection zone; and the direction of water	g. Record of completion	4.4 Protection of USDWs (Broom Creek Formation) (p. 4-13) Figure 4-9 on page 4-17 and Figure 4-10 on page 4-18	Table 4-2. Wells in AOR
		movement, where known;	Completion	Tiguite 4-9 on page 4-17 and Figure 4-10 on page 4-16	Evaluated for Corrective
		movement, where known,	(4) Maps and stratigraphic		Action (p. 4-6)
	NDAC §§ 43-05-	NDAC § 43-05-01-05(1)(b)(3)	cross sections of all		, , ,
	01-05(1)(b)(3)(d)	(d) Maps and cross sections of	underground sources of		Table 4-3. Ellen Samuelson
	and (e)	the area of review;	drinking water within the		1 (NDIC File No. 1516)
			area of review indicating		Well Evaluation (p. 4-7)
		NDAC § 43-05-01-05(1)(b)(3)	the following: a. Their positions relative		Table 4-4. Well #1 (ND-
		(e) A map of the area of	to the injection zone		UIC-106) Well Evaluation
		review showing the	b. The direction of water		(p. 4-8)
		number or name and	movement, where		
		location of all injection	known		Table 4-5. Wallace O.
		wells, producing wells,	c. General vertical and		Gradin 1 (NDIC File No.
		abandoned wells, plugged wells or dry holes, deep	lateral limits d. Water wells		4810) Well Evaluation (p. 4- 9)
		stratigraphic boreholes,	e. Springs		')
		state-approved or United	or springe		Figure 4-3 Ellen Samuelson
		States environmental	(5) Map and cross sections of		1 (NDIC File No. 1516) well
		protection	the area of review;		schematic showing the
		agency-approved	(C) A 641 6		location of cement plugs. (p.
		subsurface cleanup sites, surface bodies of water,	(6) A map of the area of review showing the		4-9)
		springs, mines (surface and	following:		Figure 4-4. Well #1 (ND-
		subsurface), quarries, water	a. Number or name and		UIC-106) well schematic. (p.
		wells, other pertinent	location of all		4-10)
		surface features, including	injection wells		
		structures intended for	b. Number or name and		Figure 4-5. Wallace O.
		human occupancy, state, county, or Indian country	location of all producing wells		Gradin 1 (NDIC File No. 4810) well schematic
		boundary lines, and roads;	c. Number or name and		showing the location of
		, , , , , , , , , , , , , , , , , , , ,	location of all		cement plugs. (p. 4-12)
			abandoned wells		
			d. Number of name and		Figure 4-9. Potentiometric
			location of all plugged		surface of the Fox Hills–Hell
			wells or dry holes e. Number or name and		Creek aquifer system shown in feet of hydraulic head
			location of all deep		above sea level. Flow is to
			stratigraphic boreholes		the northeast through the
			f. Number or name and		area of investigation in
			location of all state-		central McLean County
		NDAC 8 42 05 01 05(1) (1) (2)	approved or United		(modified from Fischer,
		NDAC § 43-05-01-05(1)(b)(3) (f) A list of contacts, submitted	States Environmental Protection Agency-		2013). (p. 4-17)
	NDAC § 43-05-	to the commission, when the	approved subsurface		Figure 4-10. Southwest to
	01-05(1)(b)(3)(f)	area of review extends across	cleanup sites		northeast cross section of the
		state jurisdiction boundary	g. Name and location of		major aquifer layers in
		lines;	all surface bodies of		McLean County. The black
			water		dots on the inset map
					represent the locations of the

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			h. Name and location of all springs i. Name and location of all mines (surface and subsurface) j. Name and location of all quarries k. Name and location of all water wells l. Name and location of all other pertinent surface features m. Name and location of all structures intended for human occupancy n. Name and location of all state, county, or Indian country boundary lines o. Name and location of all roads (7)A list of contacts, submitted to the Commission, when the area of review extends across state jurisdiction boundary lines.		six wells used to create the cross section. The wells are labeled with their designation at the top of the cross section. (p. 4-18)
	NDAC § 43-05- 01-05(1)(b)(3)(g)	NDAC § 43-05-01-05(1)(b)(3) (g) Baseline geochemical data on subsurface formations, including all underground sources of drinking water in the area of review; and	i. Baseline geochemical data on subsurface formations, including all underground sources of drinking water in the area of review.	See Appendices A (p. A-1) and B (p. B-1)	N/A
Required Plans	NDAC § 43-05- 01-05(1)(k)	NDAC § 43-05-01-05(1) k. The storage operator shall comply with the financial responsibility requirements pursuant to section 43-05-01-9.1;	a. Financial Assurance Demonstration	 12.2 Financial Instruments (pp. 12-1 and p. 12-2) Blue Flint is providing financial responsibility pursuant to NDAC § 43-05-01-09.1 using the following financial instruments: Blue Flint will increase the existing MAG 1 well bond to cover the costs of plugging the injection well in accordance with NDAC § 43-05-01-11.5. Blue Flint will establish a bond, escrow account or other financial instrument to implement PISC and facility closure activities in accordance with NDAC § 43-05-01-19. A third-party pollution liability insurance policy with an aggregate limit of \$9 million will be secured to cover the costs of implementing emergency and remedial response actions, if warranted, in accordance with NDAC § 43-05-01-13. 	

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				The estimated total costs of these activities are presented in Table 12-1. Section 12.2 of this FADP provides additional details of the financial responsibility cost estimates for each activity.	
	NDAC § 43-05- 01-05(1)(d)	NDAC § 43-05-01-05(1)(d) d. An emergency and remedial response plan pursuant to section 43-05-01-13;	b. An emergency and remedial response plan;	7.0 EMERGENCY AND REMEDIAL RESPONSE PLAN (p. 7-1) Blue Flint Sequester Company LLC (Blue Flint) and Blue Flint Ethanol LLC, operator of the Blue Flint Ethanol (BFE) facility, will enter into an agreement whereby Blue Flint employees, contractors and agents are required to follow the BFE facility emergency action plans, including, but not limited to, the BFE facility response plan. This emergency and remedial response plan (ERRP) for the geologic storage project 1) describes the local resources and infrastructure in proximity to the project site; 2) identifies events that have the potential to endanger USDWs during the construction, operation, and postinjection site care periods of the geologic storage project, building upon the screening-level risk assessment (SLRA); and 3) describes the response actions that are necessary to manage these risks to USDWs. In addition, the integration of the ERRP with the existing BFE facility response plan and risk management plan (and incorporated into the BFE Integrated Contingency Plan [ICP]) is described, emphasizing the facility response team and command structure, facility evacuation plans, HazMat (hazardous materials) capabilities, and emergency communication plans. Lastly, procedures are presented for regularly conducting an evaluation of the adequacy of the ERRP and updating it, if warranted, over the lifetime of the geologic storage project. Copies of this ERRP are available at the Blue Flint's office and the BFE facility. Note: Refer to the following key tables: Table 7-4 on p. 7-5 and Table 7-5 on p. 7-6 through 7-8.	Table 7-4. Potential Project Emergency Events and Their Detection (p. 7-5) Table 7-5. Actions Necessary to Determine Cause of Events and Appropriate Emergency Response Actions (pp. 7-6 through 7-8)
	NDAC § 43-05- 01-05(1)(e)	NDAC § 43-05-01-05(1) e. A detailed worker safety plan that addresses carbon dioxide safety training and safe working procedures at the storage facility pursuant to section 43-05-01-13;	c. A detailed worker safety plan that addresses the following: i. Carbon dioxide safety training ii. Safe working procedures at the storage facility;	8.0 WORKER SAFETY PLAN (p. 8-1)	N/A
	NDAC § 43-05- 01-05(1)(f)	NDAC § 43-05-01-05(1) f. A corrosion monitoring and prevention plan for all wells and surface facilities pursuant to section 43-05-01-15;	d. A corrosion monitoring and prevention plan for all wells and surface facilities;	5.3.1 Corrosion Prevention and Detection Plan (p. 5-5) The purpose of this corrosion prevention and detection plan is to monitor the flowline and well materials during the operational phase of the project to ensure that all materials meet the minimum standards for material strength and performance. 5.3.1 Corrosion Prevention (p. 5-5) The chemical composition of the CO2 stream is highly pure and dry (Table 5-2), and the target moisture level for the CO2 stream is estimated to be up to 12 ppm by volume. These factors help to prevent corrosion of the surface facilities. In addition, the flowline construction materials will be CO2-resistant in accordance with API 17J (2017) requirements. The flowline will be constructed using FlexSteel, a 3-layer flexible steel pipe product. The inner and outer layers contain a CO2-resistant polyethylene liner, and the middle layer comprises reinforcing steel. FlexSteel product specifications can be found in Appendix C (Attachment A-3). 5.3.2 Corrosion Detection (p. 5-5) The flowline will use the corrosion coupon method to monitor for corrosion throughout the operational phase of the project, focusing on the loss of mass, thickness, cracking, and pitting as well as other visual signs of corrosion of the materials of interest. A coupon sample port will be located near the liquefaction outlet, and sampling will occur quarterly during the first year of injection and once a year thereafter. The process that will be used to conduct each coupon test is described in Appendix C under Section 1.3. 5.6 Wellbore Corrosion Prevention and Detection Plan (p. 5-9) To prevent corrosion of the well materials, the following preemptive measures will be implemented in the MAG 1 and MAG 2 wellbores: 1) cement in the injection well opposite the injection interval and extending 1850 feet uphole will be CO2-resistant; 2) the well casing will also be CO2-resistant from the bottomhole to a depth just above the Spearfish Formation (upper confining zone); 3) the well tubing (poly-lined) will be CO2-resista	Figure 5-1. Site map showing the surface facilities layout for the Blue Flint CO2 Storage Project. (p. 5-3) Figure 5-2. Diagram of surface connections and major components of the CCS system from the liquefaction outlet to the MAG 1 wellsite. (p. 5-4) Table 5-2. Chemical Content of the CO2 Stream (p. 5-3)

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	NDAC § 43-05- 01-05(1)(g)	NDAC § 43-05-01-05(1) g. A leak detection and monitoring plan for all wells and surface facilities pursuant to section 43-05-01-14. The plan must: (1) Identify the potential for release to the atmosphere; (2) Identify potential degradation of ground water resources with particular emphasis on underground sources of drinking water; and (3) Identify potential migration of carbon dioxide into any mineral zone in the facility area.	e. A surface leak detection and monitoring plan for all wells and surface facilities pursuant to NDAC § 43-05-01-14;	Table 5-2. Chemical Content Cerbon Dioxide Water, Oxygen, Nitrogen, Hydrogen Sulfide, C2+, Trace amounts of each and Hydrocarbons (0.02 total) Total 100.00 5.2 Surface Facilities Leak Detection Plan (p. 5-3) The purpose of this leak detection plan is to monitor the surface facilities from the liquefaction outlet to the injection wellsite during the operational phase of the Blue Flint C02 storage project. Surface components of the injection system, including the flowline and CO2 injection wellhead, will be monitored with leak detection equipment. The flowline will be monitored continuously via dual flowmeters located at the liquefaction outlet and near the wellhead for performing mass balance calculations. The flowline will also be regularly inspected for any visual or auditory signs of equipment failure and monitored continuously with one pressure gauge at the capture facility outlet and one at the wellhead. CO2 detection stations will be located on the flowline risers and the CO2 injection wellhead. The leak detection equipment will be integrated with automated warning systems that notify Blue Flint's operations center, giving the operator the ability to remotely close the valves in the event of an anomalous reading. Performance targets designed for the Blue Flint CO2 storage project to detect potential leaks in the flowline are provided in Table 5-3. The performance targets are dependent upon the actual performance of instrumentation (e.g., pressure gauges) and the SCADA system (described further in Attachment A-1 of Appendix C), which uses software to track the status of the flowline in real time by comparing live pressure and flow rate data to a comprehensive predictive model. The performance targets assume a flow rate of approximately 550 metric tons of CO2 per day. An alarm will trigger on the SCADA system if a volume deviation of more than 1% is registered. CO2 detection stations will be mounted on the inside of the wellhead enclosure to detect any potential indoor leaks. An additional CO3 detec	N/A
	NDAC § 43-05- 01-05(1)(h)	NDAC § 43-05-01-05(1) h. A leak detection and monitoring plan to monitor any movement of the carbon dioxide outside of the storage reservoir. This may include the collection of baseline information of carbon dioxide background concentrations in ground water, surface soils, and chemical composition of in situ waters within the facility area and the storage reservoir and within one mile [1.61 kilometers] of the facility area's	f. A subsurface leak detection and monitoring plan to monitor for any movement of the carbon dioxide outside of the storage reservoir. This may include the collection of baseline information of carbon dioxide background concentrations in ground water, surface soils, and chemical composition of in situ waters within the facility area and the storage reservoir and within one mile of the facility area's outside boundary;	5.7 Environmental Monitoring Plan (p. 5-9, paragraphs 1, 3, and 4) To verify the injected CO ₂ is contained in the storage reservoir and to protect all USDWs, multiple environments will be monitored. The deep subsurface environment, defined as the region from below the lowest USDW to the base of the storage reservoir, will be monitored with multiple methods, starting with the above-zone monitoring interval (AZMI) or the geologic interval from the Spearfish Formation to the Inyan Kara Formation. The AZMI will be monitored with DTS in the MAG 1 and MAG 2 as well as PNLs in the MAG 2 (further described in Attachment A-5 of Appendix C). The storage reservoir will be monitored with both direct and indirect methods. Direct methods include DTS and BHP/T measurements in the MAG 1 and MAG 2, as well as PNLs in the MAG 2. Indirect methods include time-lapse seismic and passive seismicity. During injection operations, pressure falloff testing to demonstrate storage reservoir injectivity in the MAG 1 wellbore will be carried out at least once every 5 years. These efforts will provide additional assurance that surface and near-surface environments are protected and that the injected CO ₂ is safely and permanently stored in the storage reservoir.	

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		outside boundary. Provisions in the plan will be dictated by the site characteristics as documented by materials submitted in support of the permit application but must: (1) Identify the potential for release to the atmosphere; (2) Identify potential degradation of ground water resources with particular emphasis on underground sources of drinking water; and (3) Identify potential migration of carbon dioxide into any mineral		5.7.3 Deep Subsurface Monitoring (p. 5-15) Blue Flint will implement direct and indirect methods to monitor the location, thickness, and distribution of the free-phase CO2 plume and associated pressure relative to the permitted storage reservoir. The time frame of these monitoring efforts will encompass the entire life cycle of the injection site, which includes the preoperational (baseline), operational, and postoperational periods. The methods described in Table 5-6 will be used to characterize the CO2 plume's saturation and pressure within the AOR. Blue Flint will employ an adaptive management approach to implementing the testing and monitoring plan by completing periodic reviews of the testing and monitoring plan (Ayash and others, 2017) at least once every 5 years. During each review, monitoring and operational data will be analyzed, and the AOR will be reevaluated. Based on this reevaluation, it will either be demonstrated that 1) no amendment to the testing and monitoring program is needed or 2) modifications are necessary to ensure proper monitoring of storage performance is achieved moving forward. This determination will be submitted to NDIC for approval. Should amendments to the testing and monitoring plan be necessary, they will be incorporated into the permit following approval by NDIC. Over time, monitoring methods and data collection may be supplemented or replaced as advanced techniques are developed. Monitoring and operational data will be used to evaluate conformance between observations and history-matched simulation of the CO2 plume and pressure distribution relative to the permitted geologic storage facility. If significant variance is observed, the monitoring and operational data will be used to calibrate the geologic model and associated simulations. The monitoring plan will be adapted to provide suitable characterization and calibration data as necessary to achieve such conformance. Subsequently, history-matched predictive simulation and model interpretations will, in turn, be used to	
	NDAC § 43-05- 01-05(1)(l)	zone in the facility area. NDAC § 43-05-01-05(1) 1. A testing and monitoring plan pursuant to section 43-05-01-11.4;	g. A testing and monitoring plan pursuant to NDAC Section 43-05-01-11.4;	See Section 5.0 TESTING AND MONITORING PLAN and APPENDIX C: QUALITY ASSURANCE SURVEILLANCE PLAN Note: See Table 5-1 on p. 5-2; Table 5-4 on p. 5-7; Table 5-5 on pp. 5-8 through 5-9; and Table 5-6 on pp. 5-10 through 5-11, for detailed summaries of the testing and monitoring plan.	Table 5-1. Overview of Blue Flint's Testing and Monitoring Plan (p. 5-2) Table 5-4. Overview of Blue Flint's Mechanical Integrity Testing Plan (p. 5-7) Table 5-5. Testing and Logging Plan for the MAG 1 Wellbore (pp. 5-8 through 5-9) Table 5-6. Summary of Environmental Baseline and Operational Monitoring (pp. 5-10 through 5-11)
	NDAC § 43-05- 01-05(1)(i)	NDAC § 43-05-01-05(1) i. The proposed well casing and cementing program detailing compliance with section 43-05-01-09;	h. The proposed well casing and cementing program;	9.0 WELL CASING AND CEMENTING PROGRAM (p. 9-1)	Figure 9-1. MAG 1 asconstructed wellbore schematic. Note: top of cement (TOC), workover (WO). (p. 9-2) Figure 9-2. MAG 1 Proposed wellbore schematic as CO2 injector. (p. 9-3) Figure 9-3. Monitor Well MAG 2 proposed wellbore schematic. (p. 9-7)

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		NDAC § 43-05-01-05(1) m. A plugging plan that meets requirements pursuant to	i. A plugging plan;	10.1 MAG 1: P&A Program (p. 10.2 MAG 2 P&A Program (p.	,		Figure 10-1. Proposed CO2 injection well schematic for MAG 1. (p. 10-2)
		section 43-05-01-11.5;		8 1			Figure 10-2. Schematic of proposed P&A plan for MAG 1. (p. 10-6)
	NDAC § 43-05- 01-05(1)(m)						Figure 10-3. Proposed monitoring wellbore schematic for MAG 2. (p. 10-7)
							Figure 10-4. Schematic of proposed abandonment plan for monitoring well MAG 2. (p. 10-11)
	NDAC § 43-05- 01-05(1)(n)	NDAC § 43-05-01-05(1) n. A postinjection site care and facility closure plan pursuant to section 43-05-01-19; and	j. A post-injection site care and facility closure plan.	6.0 POSTINJECTION SITE CARE AND FACILITY CLOSURE PLAN (p. 6-1) Note: Refer to Tables 6-1 on p. 6-4, and 6-2 on p. 6-5 for a summary of the postinjection site care monitoring plan.			Table 6-1. Overview of Blue Flint's PISC MAG 2 Mechanical Integrity Testing and Corrosion Monitoring Plan (p. 6-4)
							Table 6-2. Overview of Blue Flint's PISC Environmental Monitoring Plan. (p. 6-5)
Storage Facility Operations		NDAC § 43-05-01-05(1)(b) (4) The proposed calculated average and maximum daily	The following items are required as part of the storage facility permit application: a. The proposed average and maximum daily injection rates;	protects USDWs. The informati documented in NDAC § 43-05-0	on presents the engineering criter ion that is presented meets the	ria for completing and operating the injection well in a manner permit requirements for injection well and storage operation -11.3.	Table 11.1. Proposed Injection Well Operating Parameters (p. 11-1)
e F	NDAC § 43-05-	injection rates, daily volume,	indiana, and injection race,	Item	Values	Description/Comments	
ag.	01-05(1)(b)(4)	and the total anticipated volume of the carbon dioxide stream		Injected Volume			
Stors		using a method acceptable to and filed with the commission;		Total Injected Volume	4,000,000 tonnes	Based on 200,000 tonnes/year for 20 years at an average daily injection rate of 548 tonnes/day	
				Injection Rates			
			b. The proposed average and maximum daily injection	Average Injection Rate	548 tonnes/day (10.35 MMscf/day)	Based on 200,000 tonnes/year for 20 years of injection (using 365 operating days per year)	
			volume; c. The proposed total anticipated volume of the carbon dioxide to be stored;	Average Maximum Daily Injection Rate	2,729 tonnes/day (51.56 MMscf/day)	Based on maximum bottomhole injection pressure (2,970 psi)	

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary		Storage Facility P (Section and Page Number; see	Permit Application te main body for reference cited)	Figure/Table Number and Description (Page Number)
		NDAC § 43-05-01-05(1)(b) (5) The proposed average and maximum bottom hole injection pressure to be utilized at the reservoir. The maximum allowed injection pressure, measured in pounds per square inch gauge, shall be approved by the commission and specified in the permit. In approving a maximum injection	The proposed average and imum bottom hole injection pressure to be utilized to reservoir. The maximum wed injection pressure, sured in pounds per square gauge, shall be approved the commission and iffied in the permit. In oving a maximum injection	Pressures Formation Fracture Pressure at Top Perforation	3,300 psi	Based on geomechanical analysis of formation fracture gradient as 0.69 psi/ft(see Section 2.0)	(- ug · u · · · · · · ·
				Average Surface Injection Pressure	1,158 psi	Based on 200,000 tonnes/year for 20 years at an average daily injection rate of 548 tonnes/day) using the designed 2.875-inch tubing	
				Surface Maximum Injection Pressure	4,300 psi	Based on maximum bottomhole injection pressure (2,970 psi) using the designed 2.875-inch tubing	
	NDAC § 43-05- 01-05(1)(b)(5)	pressure limit, the commission shall consider the results of well tests and other studies that assess the risks of tensile		Average Bottomhole Pressure (BHP) Calculated Maximum BHP	2,570 psi 2,970 psi	Based on average daily injection rate of 548 tonnes/day Based on 90% of the formation fracture pressure of 3,300 psi	
		failure and shear failure. The commission shall approve limits that, with a reasonable degree of certainty, will avoid initiating a new fracture or propagating an existing fracture in the confining zone or cause the movement of injection or formation fluids into an underground source of drinking water;	failure. The lapprove reasonable e. The proposed average and			pressure of 3,300 psi	
			maximum surface injection pressures to be utilized;				
	NDAC § 43-05- 01-05(1)(b)(6)	NDAC § 43-05-01-05(1)(b) (6) The proposed preoperational formation testing program to obtain an analysis of the chemical and physical characteristics of the injection zone and confining zone pursuant to section 43-05-01-11.2;	f. The proposed preoperational formation testing program to obtain an analysis of the chemical and physical characteristics of the injection zone; g. The proposed preoperational formation testing program to obtain an analysis of the chemical and physical characteristics of the confining zone;	conditions. Included in the tabl MAG 2 wellbore will be the sar spectroscopy (ECS), fluid swal be acquired and in which wellb See Appendix A: MAG 1 FORM 2.0 GEOLOGIC EXHIBITS 2.2 Data and Information Ser Several sets of data were used containment of injected CO ₂ .	gand logging plan developed for the is a description of fluid sampling ame as what is presented in Table 5-5, and FMI. Table 5-4 and Table 5-6 fores throughout the operational permanents of the following samples (p. 2-4) do characterize the injection and Data sets used for characterization in	the MAG 1 wellbore (exclusive of any coring) to establish base and pressure testing performed. The logging and testing plan is 5, with the addition of a PNL but excluding dipole, elemental cases (see Section 5.7) detail the frequency with which logging day iod of the project. I confining zones to establish their suitability for the storage negligible complex.	For the apture (p. 5-8 through 5-9) The apture (p. 5-8 through 5-9) The apture (p. 5-8 through 5-9) The apture (p. 5-8 through 5-9)
				petrophysical data, and 3D seis the development of a CO ₂ stora core (SW Core) was collected Formations) at the time the wel collected from the Broom Cree 2.2.2.2 Core Sample Analyses Fifty 1.5" SW Core samples w	terize the proposed storage complemic data. The MAG 1 well was drill age facility permit and serve as a fut a from the proposed storage complewas drilled (Figure 2-5). In May 20 k in the MAG 1 well. (a (p. 2-8)) Therefore the proposed storage complewed the proposed storage complewed to the magnetic factorial of the magnetic fa	ex generated multiple data sets, including geophysical well led in 2020 specifically to gather subsurface geologic data to stature CO ₂ injection well. Downhole logs were acquired, and sid lex (i.e., the Lower Piper, Spearfish, Broom Creek, and Ar 022, fluid samples and temperature and pressure measurements sek storage complex in MAG 1: five samples from the lower	apport dewall nsden s were
				Forty-two of the SW Core same	ples were analyzed to determine p	n the Broom Creek Formation, and ten from the Amsden Form etrophysical properties. This core was analyzed to characteri en Formations and correlated to the well log data. Core analys	ze the

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary		(Section 2	Storage Facility Permit Application and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)
					ry pressure measurements. Th	rements, x-ray diffraction (XRD), x-ray fluorescence e results were used to inform geologic modeling and		
				Table 5-5	Festing and Logging Plan for	the MAG 1 Wellhore		
				OH/CH* Depth, ft	Logging/Testing	Justification	NDAC § 43-05-01	
						Surface Section		
				OH 1340-0	Triple combo (resistivity, bulk density, density and neutron porosity, GR, caliper, and spontaneous potential [SP])	Quantified variability in reservoir properties such as resistivity and lithology. Identified the wellbore volume to calculate the required cement volume.	11.2(1)(b)(1)	
				CH 1260-0	Ultrasonic, casing collar locator (CCL), variable- density log (VDL), GR, and temperature log	Identified cement bond quality radially. Interpreted minor cement channeling throughout several isolated intervals and determined good azimuthal cement coverage and zonal isolation.	11.2(1)(b)(2)	
						Intermediate Section		
				OH 4170- 1334	Triple Combo (laterolog resistivity, bulk density, density and neutron porosity, GR, caliper, and SP)	Quantified variability in reservoir properties such as resistivity and lithology. Identified the wellbore volume to calculate the required cement volume. Provided input for enhanced geomodeling and predictive simulation of CO ₂ injection into the interest zones to improve test design and interpretations. Generated core-log correlations.	11.2(1)(c)(1)	
				OH 4170- 1334	Dipole sonic	Identified mechanical properties in intermediate section.	11.2(1)(c)(1)	
				OH 4170- 3070	Dielectric scanner	Quantified petrophysical properties and salinity calculations within the intermediate zones (Inyan Kara Formation). Provided information on rock properties and fluid distribution as inputs for reservoir evaluation and management.	11.2(4)	
				CH 4070-30	Ultrasonic, CCL, VDL, GR, and temperature log	Identified cement bond quality radially. Interpreted good azimuthal cement coverage and casing condition. Evaluated the cement top and zonal isolation.	11.2(1)(c)(2)	
				* OH/CH –	openhole/cased-hole			
				Table 5-5. T	Testing and Logging Plan for	the MAG 1 Wellbore (continued)		
				OH/CH Depth, ft	Logging/Testing	Justification	NDAC Code § 43-05-01	
				OH 7068-4163	Triple combo (laterolog resistivity, bulk density,	Long-string Section Quantified variability in reservoir properties such as resistivity and lithology. Identified the wellbore volume to calculate the required cement volume.	11.2(1)(c)(1)	
				OH 7556-4163	Dinole sonic	Identified mechanical properties of the rock including stress anisotropy. Provided compression	11.2(1)(c)(1)	

Subject	NDCC / NDAC Reference	Requirement	Regulatory Summary	Storage Facility Permit Application (Section and Page Number; see main body for reference cited)	Figure/Table Number and Description (Page Number)		
				and shear waves for seismic tie in and quantitative analysis of seismic data.			
				OH 5250-4250 Fullbore FMI Storage of CO ₂ . Verified no fracture networks exist in the Broom Creek Formation or confining layers to ensure safe 11.2(1)(c)(1) storage of CO ₂ .			
				OH Measured Broom Creek Formation pressure and 4741 and BHP/T survey temperature in the wellbore. 11.2(2) 4735			
				OH 4740-4733 Fluid swab Collected fluid sample from the Broom Creek Formation for analysis. 11.2(2)			
				CH** Ultrasonic, CCL, VDL, TBD and GR Will identify cement bond quality radially and determine azimuthal cement coverage. Will evaluate 11.2(1)(b)(2) the cement top and zonal isolation.			
				** Planned activity at the time of writing this permit to be completed prior to injection.			
	NDAC § 43-05- 01-05(1)(b)(7)	NDAC § 43-05-01-05(1)(b) (7) The proposed stimulation program, a description of stimulation fluids to be used, and a determination that stimulation will not interfere with containment; and	h. The proposed stimulation program: 1. A description of the stimulation fluids to be used 2. A determination of the probability that stimulation will interfere with containment;	11.0 INJECTION WELL AND STORAGE OPERATIONS (p. 11-1) This section of the SFP application presents the engineering criteria for completing and operating the injection well in a manner that protects USDWs. The information that is presented meets the permit requirements for injection well and storage operations as documented in NDAC § 43-05-01-05 (Table 11-1) and § 43-05-01-11.3. 11.1 MAG 1 Well – Proposed Completion Procedure to Conduct Injection Operations (p. 11-1) As described in Section 9.1, the MAG 1 well will be reentered and completed as a CO2 injector (Figures 11-1 and 11-2 and Tables 11-2 through 11-4). The following proposed completion procedure outlines the steps necessary to complete and test the well. Note: See full procedure provided on pp. 11-1 through 11-3.	as		
		NDAC § 43-05-01-05(1)(b) (8) The proposed procedure to outline steps necessary to conduct injection operations.	i. Steps to begin injection operations	11.0 INJECTION WELL AND STORAGE OPERATIONS (p. 11-1) This section of the SFP application presents the engineering criteria for completing and operating the injection well in a manner that protects USDWs. The information that is presented meets the permit requirements for injection well and storage operations as documented in NDAC § 43-05-01-05 (Table 11-1) and § 43-05-01-11.3. 11.1 MAG 1 Well – Proposed Completion Procedure to Conduct Injection Operations (p. 11-1)	N/A		
				Note: See full procedure provided on pp. 11-1 through 11-3.			