

April 4, 2023

Sabre Beebe
IKAV Energy Inc.
1199 Main Street Suite 101
Durango, CO 81301

**RE: Noise Survey Results
JW Ward A#2 and A#4 (API #05-067-08818 and #05-067-09630)
La Plata County, CO**

Dear Ms. Beebe,

Cottonwood Consulting LLC (Cottonwood) is pleased to provide you with the results of a noise survey conducted at the JW Ward A#2 and A#4 (API #05-067-08818 and #05-067-09630) in La Plata County, Colorado. Details regarding the background, methodology, and associated results are summarized below.

Background

The JW Ward A#2 and A#4 gas wells are operated by Simcoe LLC (Simcoe) and are co-located on a single well pad in the southwest quarter of the northeast quarter of Section 5, Township 33 North, Range 8 West, New Mexico Principal Meridian in La Plata County, Colorado. The well pad is located approximately 1.3 miles and 2.4 miles east-southeast of the Durango-La Plata County Airport and the Harvest Midstream Ignacio Gas Plant, respectively. Equipment on the well pad includes two pumping units, separators, and a below grade tank. A compressor was also present on the site prior to March 30, 2023.

A residence is currently being constructed approximately 465 feet (ft) south of the well pad at 2527 CR 309A Ignacio, CO 81137. The landowner of the property filed a complaint with the Colorado Oil and Gas Conservation Commission (COGCC) regarding noise generated from the well pad (COGCC Complaint Doc #403199546). On October 20, 2022, the COGCC conducted a noise survey at the site in response to the landowner's complaint (COGCC Inspection Doc #700300466).

Results of the high frequency survey conducted by COGCC indicated that noise from the compressor exceeded the maximum permissible noise level of 50 db(A) (A-weighted decibels) at an extrapolated distance of 350 ft between the hours of 7:00 pm and 7:00 am per COGCC Rule 423. Results of the low frequency survey indicated that noise from the compressor also exceeded the maximum permissible noise level of 60 db(C) (C-weighted decibels) at a location 25 ft from the residence.

In November 2022, Simcoe added a second muffler to the compressor in an effort to further mitigate noise from the equipment. Cottonwood conducted a noise survey on February 3, 2023. Results indicated that the installation of the second muffler reduced low frequency noise levels to below COGCC Rule 423 threshold. High frequency noise levels appeared to be reduced to below COGCC Rules 423 during daytime hours (7:00 am to 7:00 pm), but the high frequency noise levels were still in exceedance of the threshold for nighttime hours (7:00 pm to 7:00 am).

Following the February 3, 2023 noise survey, Simcoe removed the compressor from the site and installed an electric pumping unit on the JW Ward A#2. Cottonwood was retained by Simcoe to conduct a follow-up noise survey to evaluate compliance with COGCC Rule 423.

Methodology

On March 30 and April 3, 2023, Cottonwood was onsite to conduct the noise survey. The noise survey consisted of four surveys taken at two locations on the well pad and one location near the residence. Weather during the March 30, 2023 surveys was cloudy, with winds less than 5 miles per hour (mph), and temperatures ranging from 30 degrees Fahrenheit (°F) to 35°F. Weather during the April 3, 2023 survey was clear to partly cloudy, with winds less than 5 mph, and temperature of 30°F. Surveys #1, #2 and #3 were conducted on March 30, 2023, and Survey #4 was conducted on April 3, 2023. Survey #4 could not be completed on March 30, 2023 because wind speeds increased to over 5 mph following Survey #3, prohibiting Survey #4 for being completed in accordance with COGCC Rule 423.

Surveys #1 and #2 were conducted at a location approximately 107 ft south of the JW Ward A #4 pumping unit (in the direction of the residence) and at the toe of the cut slope. The location was at the same elevation as the pumping unit. Survey #1 was conducted between 5:59 a.m. and 6:59 a.m. and Survey #2 was conducted between 7:03 a.m. and 8:08 a.m. Both surveys were high frequency (A-weighted) surveys using a fast response setting on the meter.

Survey #3 was conducted at a location on the north side of the well pad approximately 135 ft north of the JW Ward A #4 pumping unit. The location was at the same elevation as the pumping unit. Survey #3 was conducted between 8:26 a.m. and 9:27 a.m. The survey was a high frequency (A-weighted) survey using a fast response setting.

Survey #4 was conducted at a location approximately 25 ft north of the residence in the direction of the well pad. The location was at a higher elevation than the well site. The survey was conducted between 7:03 a.m. and 8:07 a.m. The survey was low frequency (C- weighted) survey using a slow response setting. Figure 1 shows the locations of the four surveys conducted for the project.

The JW Ward A #4 pumping unit was operating continuously during all four surveys. The JW Ward A #2 pumping unit was operating for approximately one minute during Survey #3 and was not operating during all other surveys. During all surveys, a Casella CEL-246 Type 2 sound level

meter (Serial No. 1574744) was used to record noise measurements at 1 second intervals. The meter was factory calibrated on October 27, 2022 and field calibrated before and after each of the surveys on March 30, and April 3, 2023. The meter was fitted with a wind screen and attached to a tripod resulting in measurements being collected approximately 5 ft above ground surface. All measurements were Leq (equivalent continuous sound level) readings. For Surveys #1, #2, and #3, measurements were extrapolated to a distance 350 ft from the pumping unit location using the following equation from COGCC Rule 423(c)(2)(B):

$$db(A) \text{ distance } 2 = db(A) \text{ distance } 1 - 20 \times \log 10 (\text{distance } 2 / \text{distance } 1)$$

Results

Results of Survey #1 indicate that the average sound pressure was 48.4 db(A) at a distance of 107 ft from the JW Ward A #4 pumping unit. Using the distance equation from COGCC Rule 423(c)(2)(B), this calculates to a sound pressure of 38.1 db(A) at 350 ft equivalent, which is below the maximum permissible noise level of 50 db(A) for the hours between 7:00 p.m. and 7:00 a.m. in residential/rural areas.

Results of Survey #2 indicate an average sound pressure of 48.4 db(A) which equates to a sound pressure of 38.1 db(A), which is below the maximum permissible noise level of 55 db(A) for the hours between 7:00 a.m. and 7:00 p.m. in residential/rural areas.

Results of Survey #3 indicate an average sound pressure of 44.2 db(A) at a distance of 135 ft from the JW Ward A #4 pumping unit. This equates to a sound pressure of 35.9 db(A) at 350 ft equivalent, which is below the maximum permissible noise level of 55 db(A) for the hours between 7:00 a.m. and 7:00 p.m. in residential/rural areas. This is also below the maximum permissible noise level of 50 db(A) for the hours between 7:00 p.m. and 7:00 a.m.

Results of Survey #4 indicate an average sound pressure of 57.0 db(C) at a distance of 25 ft from the residence. This sound pressure is below the maximum permissible noise level of 60 db(C) at 25 ft from a residence.

Airplanes and helicopters were observed taking off, landing, and flying, and other noise, including traffic, roosters, and dogs were observed at various times during Surveys #1, #2, and #3 on March 30, 2023. Audible traffic, roosters, dogs, and planes flying were observed during Survey #4 on April 3, 2023. Results of the surveys are summarized on Table 1, a photographic log is included as Attachment 1, and specifications of the Casella CEL-246 Type 2 sound level meter used during the surveys are included as Attachment 2.

Conclusion

Based on the results of the survey, it appears that the removal of the compressor has resulted in a decrease in low frequency noise to levels below the threshold found in COGCC Rule 423.

Compressor removal has also resulted in a decrease in high frequency noise to levels below the maximum permissible noise level of 55 db(A) for the hours between 7:00 a.m. and 7:00 p.m. and below the maximum permissible noise level of 50 db(A) for the hours between 7:00 p.m. and 7:00 a.m. found in COGCC Rule 423.

Should you have any questions regarding the results of the noise survey, please do not hesitate to contact me at 970-764-7356 or ksiesser@cottonwoodconsulting.com. We appreciate the opportunity to provide services to you.

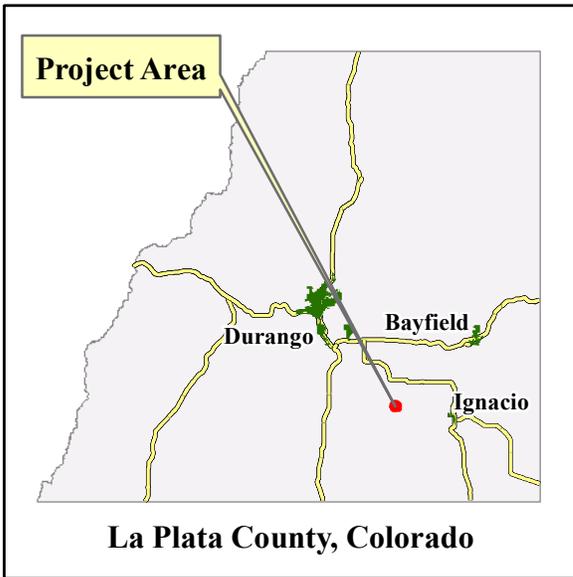
Sincerely,

A handwritten signature in black ink that reads "Kyle G. Siesser". The signature is written in a cursive style with a clear, legible font.

Kyle G. Siesser, P.G.
Cottonwood Consulting, LLC

Attachments: Figure 1 – Project Map
Table 1 – Noise Survey Results
Attachment 1 – Photographic Log
Attachment 2 – Casella CEL-246 Specifications

FIGURE 1



Notes: Surveys 1-3 conducted 3/30/2023. Survey 4 conducted 4/3/2023.

Legend

-  Oil & Gas Well
-  Survey Point



Mapping by: E. Millar, 4/3/2023
Coordinate System:
NAD 1983 UTM Zone 13 N

Location: SWNE Sec 5 T33N R8W NMPM

Figure 1
JW Ward A #2 & A #4
Project Map
Simcoe LLC

TABLE 1

Table 1
Noise Survey Results
JW Ward A#2 and A#4
Simcoe LLC

Survey	Date	Start Time	End Time	Duration	Weighting	Response	Leq	Leq @ 350 ft	Location
Survey #1	3/30/2023	5:59am	6:59am	1:00:57	A	Fast	48.4	38.1	107 ft S of JW Ward A #4 PU
Survey #2	3/30/2023	7:03am	8:08am	1:04:31	A	Fast	48.4	38.1	107 ft S of JW Ward A #4 PU
Survey #3	3/30/2023	8:26am	9:27am	1:01:57	A	Fast	44.2	35.9	135 ft N of JW Ward A #4 PU
Survey #4	4/3/2023	7:03am	8:07am	1:03:39	C	Slow	57.0	NA	25 ft N of Residence

Notes:

All noise surveys conducted using a Casella CEL-246 Type 2 sound level meter with wind screen.

Leq is an average of logarithmic measurements take over the duration of survey.

Measurements taken approximately 5 feet above ground surface.

Exchange rate (Q) = 3 db

PU - pumping unit

ft - feet

NA - Not Applicable

S - South

N - North

ATTACHMENT 1

**JW Ward A#2 and A#4
Photographic Log
Simcoe LLC**



Photo 1: JW Ward A#2 and A#4 well sign, 4/3/2023.

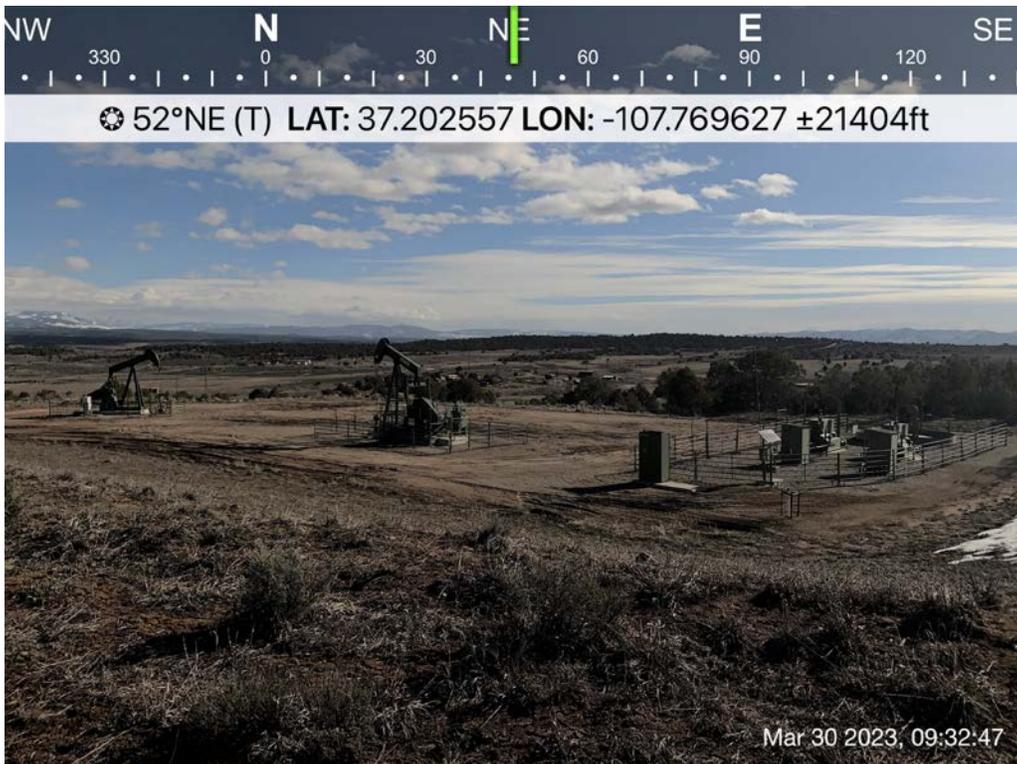


Photo 2: JW Ward A#2 and A#4 well pad, 3/30/2023.



Photo 3: Location of sound level meter during Survey #1 and #2, 3/30/2023.



Photo 4: Location of sound level meter during Survey #3, 3/30/2023.

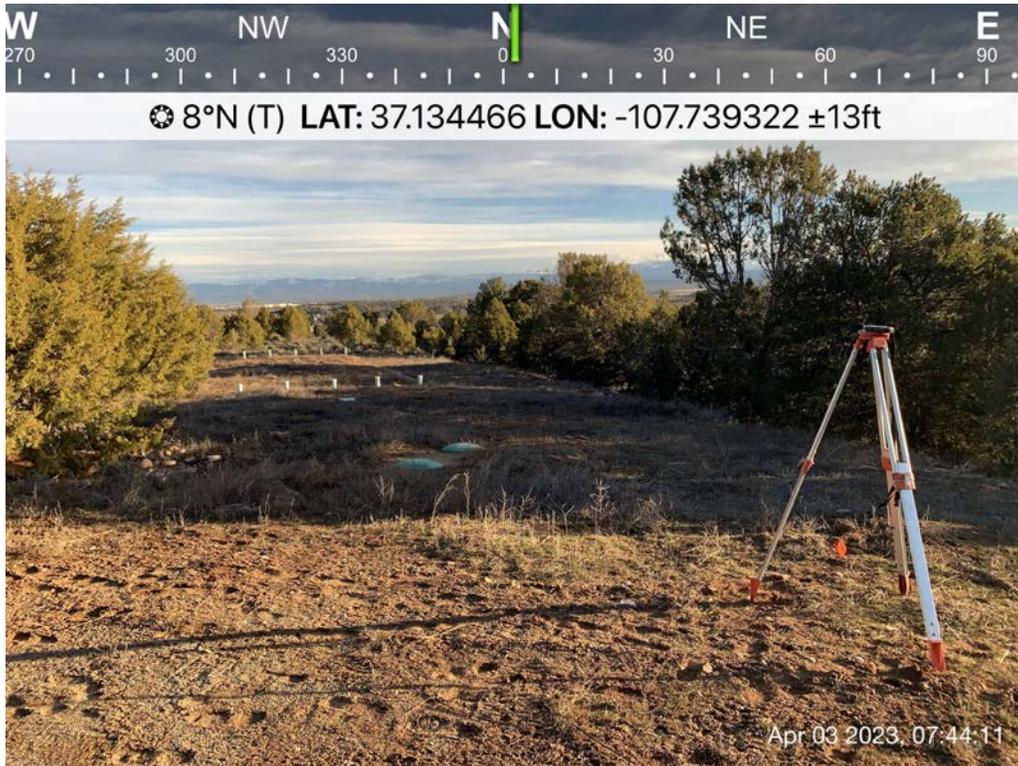


Photo 5: Location of sound level meter during Survey #4, 4/3/2023.



Photo 6: Location of sound level meter during Survey #4, 4/3/2023.

ATTACHMENT 2

CEL-246 Digital Logging Sound Level Meter

Introduction

The **CEL-246** is a completely new design of integrating noise meter with memory. It features the power of Digital Signal Processing (DSP) technology and the simplicity and low cost of a traditional analog instrument. It can be used for a wide range of simple noise measurement tasks. Complying with all the relevant specifications in the Type 2 category the **CEL-246** will appeal to new and experienced users who need basic data logging of varying noise levels in the workplace or the community.

Applications

The **CEL-246** has a low and high measurement range that covers a full 70dB on each range. It can be used for machinery noise surveys as well as all general purpose workplace noise level measurements. With the A and C frequency scales and the S, F and I time response the meter can be used to assess the right hearing protectors using the NRR method. A hold feature on every display captures and displays the highest and average sound level of any noise until reset by the user. On-board memory allows for simple data logging to be performed with up to 65,000 samples in each of 100 runs to a maximum of 419,000 samples.

Ordering information

CEL-246
CEL-120/2
CEL-6841
CEL-6840
CMC51
CEL-6842
Other items available -
CEL-246/K1

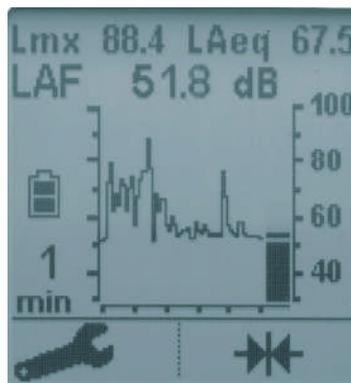
CEL-246/K2
CEL-246/6

Casella USA
(800) 366-2966
info@CasellaUSA.com



Key benefits

- Wide range from 30 to 130dB
- Large graphic LCD screen 128 x 128 pixels
- Slow, Fast and Impulse time weightings
- Current, highest and average noise level shown in display
- Large numeric and analog bar graph display
- Output to computer for simple data logging with pc
- Data logging to on-board memory at variable intervals
- Auto calibration at either 114 or 94.1 kHz decibel level
- Scrolling sound level display



main display with scrolling time history trace and simultaneous instant, maximum and average levels displayed

The new **CEL-246** features a standard 1/4" threaded socket on the back of the meter to allow it to be mounted on a tripod for fixed measurement applications. The meter is powered from 3 x AA alkaline batteries and will run for up to 35 hours on its own or continuously when powered from a mains-to-USB style adaptor or from a computer. Digital output via a USB mini B socket is available plus analog ac (or dc) voltage output through a 2.5mm jack socket to connect the **CEL-246** to other external computers or recorders. Standard or computer output kits are available to the optional dB24 software package.

Digital Logging Sound Level Meter Type 2 with standard accessories
Acoustic calibrator Class 2 114 dB at 1 kHz
Foam windscreen to protect against wind induced interference
Attaché foam lined kit case for meter and standard accessories
USB mini B cable from meter to computer for remote power/download
dB24 software for data logging and download as a text format file

Standard sound level meter kit including meter, calibrator, windscreen and kit case plus various accessories, batteries, wrist strap etc.
All items in K1 kit plus CMC51 USB cable to pc plus dB24 software
Pack of 6 x CEL-246 sound level meters for larger bulk purchases

Technical Specification - General	
Accuracy:	ANSI S1.4 & S1.43 Type 2, IEC 61672-1 2002-5
Microphone type:	¼" Electret mic. in standard ½" fixed housing
Reference Conditions:	68°F (20°C) air temperature, 65% Relative Humidity, 1013 mbar (101.325 kPa) atmospheric pressure.
Operating Temperature Range:	32 to 104°F (0 to 40°C) (Class 2)
Effect of Humidity:	Less than ±0.5dB over the range 30 to 90% RH (non-condensing), rel. to value at ref. conditions
Operating pressure range:	650 to 1080 mbar (65 to 108 kPa)
Batteries:	3 x AA Alkaline or rechargeable types
Battery Life: (hours)	At least 35 hours
Dimensions w x h x d: (in/mm)	2.8 x 8.3 x 1.2 in (71.5x 212.0x 31.0mm) including preamplifier and microphone
Weight including batteries: (oz/gm)	8.8 oz (< 250g)
Operator controls:	buttons for power On/Off and 2 x context sensitive menu selection plus initial configuration screen

*** Every CEL-246 is supplied with an initial individual calibration and conformance certificate plus a foam windscreen and wrist strap and 3 x AA batteries + operator manual on cdrom

Technical Specification - Performance	
Total measurement range (dB)	30 to 130
Dynamic span on single range (dB)	70
Number of measurement ranges - 2 ranges	(30 – 100 & 60 – 130)
Noise floor (A weighted dB)	< 33
Frequency weightings	A and C
Time weightings	Slow, Fast and Impulse
Displayed parameters always available on all user available screens	Instantaneous level - Lp, Maximum level – Lmx Time average level – Leq or Lavg
Reset of maximum level from key press by user	Yes – with non-decaying max hold
Display type	128 x 128 dot matrix LCD digital including real-time analog bar graph scale
Display resolution – numeric (dB)	0.1
Display resolution – graphical (dB)	1
Update rate for display (seconds)	0.5
Displayed time span for time history chart (minutes)	Last 1 or 5
Calibration method	Automatically recognized by meter
Signal detected when calibrator placed over mic.	Calibration level set to 114.0 or 94.0 dB
External power option (5 Vdc)	Yes with CMC51 cable via USB socket
Analog outputs	AC (and optional DC) via 2.5 mm jack socket
AC output characteristics - (Provided for DAT tape / PC wav file recording or headphone applications)	Approx 0.85V RMS FSD output on selected sound level measurement range. Minimum load impedance 22kΩ.
DC output characteristics - (Provided at time of order as option for connection to chart recorder or pc data logging system)	0 to 1.3V DC for FSD on selected range. Output corresponds to selected frequency and time weighting. 2kΩ Output impedance
Digital output	USB 2.0 format of instantaneous sound level via 'mini B' USB socket (also powers meter)
Digital output characteristics – (real time current value output once per second)	Instantaneous SPL output (software required) as per selected frequency and time weightings.
Memory storage in up to 100 separate runs with date and time stamp from internal real time clock	Up to 65,000+ samples per run of 1, 2, 5 or 10 sec. average sound level to a max. of 419,000 samples