<div align="center">BEFORE THE BOARD OF OIL AND GAS CONSERVATION
OF THE STATE OF MONTANA</div>

IN THE MATTER OF BLUEBIRD ENERGY, LLC AND ITS FAILURE TO PROPERLY MAINTAIN THE FLYING MONKEY 1H WELLSITE IN ROSEBUD COUNTY, MONTANA.	ADMINISTRATIVE ORDER 7-A-2022

Bluebird Energy, LLC is the operator of the Flying Monkey 1H well, API # 25-087-21748, located in the SW¼SW¼ of Section 14, T10N-R34E, Rosebud County, Montana.

An inspection performed on January 28, 2022, found that the pit associated with the Flying Monkey 1H well has several violations. The first violation is of ARM 36.22.1227 (1) that the pit is not permitted. The second violation is of ARM 36.22.1207(1) that the operator has been receiving produced water from other wells and storing it in the pit, which has oil on the surface. That rule states that oil or sludge cannot be stored, disposed of, or retained in earthen storage pits and that all oil must be removed within 48 hours.

On February 18, 2022, and March 28, 2022, certified letters were sent to Bluebird detailing the above listed field compliance issues at the Flying Monkey 1H well location. An April 13, 2022, deadline was given to address the compliance issues, or this matter would be brought up at the Board Business meeting.

An inspection performed prior to this meeting indicated that the issues remain.

IT IS THEREFORE ORDERED by the Board that Bluebird must immediately cease using and begin to remove all fluids from the pit associated with the Flying Monkey 1H well.

IT IS FURTHER ORDERED that Bluebird must appear and show cause at the June 16, 2022, public hearing why additional penalties should not be considered for failure to remedy the field violations.

IT IS FURTHER ORDERED that Bluebird is subject to a $150 fine for each day after June 20, 2022, that the fluids are not removed from the pit. The daily penalty will remain in effect and continue to accrue until compliance is confirmed by inspection.

Dated this 13th day of April, 2022

Montana Board of Oil and Gas Conservation

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James W. Halvorson, Administrator