

Tuscola Energy, Inc.

920 North Water Street, Suite 213
Bay City, Michigan 48708

6/7/22

EGLE, AQD, Bay City District
401 Ketchum St Suite B
Bay City, MI 48708

Re: Response to Violation Notice: May 17, 2022 SRN: P0142

Dear Mr. Adam Shaffer

Below I have provided our responses to the Violation Notice.

Response to Violation Notice dated May 17, 2022

| <u>Allegation</u> | <u>Response</u> |
|------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Charles Cosens tank not vented to flare. | The Charles Cosens well is a sweet well and does not produce sour gas, therefore we don't have it connected to the flare. It also hasn't produced in a couple years. We haven't run that well since oil prices crashed in 2020 as it is a high water producer. We have not currently produced the well, because we have a tank shortage and have no where to haul water into. We are currently working on upgrading our tank batteries. If connecting the sweet well to the flare is necessary, then we will have it connected before we run the well. I am not sure when that will be. I hope in the next couple months. We prefer to make an administrative amendment to remove from the permit the Charles Cosens tank from needing to vented to the flare. |
| Quarterly testing not completed | During Covid we robbed parts from different meters to keep good wells going to survive. We fell behind on the gas to oil ratio testing, but have purchased a new meter and will begin testing this week. This will be completed by the end of July for all operational wells. We will also be asking to change quarterly oil to gas ratio testing to be done yearly. |
| Inadequate gas to oil ratio records | I believe this is inadequate due to the old gas to oil ratio tests. We have all calculations and records to date using older ratios. We will calculate new gas to oil ratios starting this week. |

Please contact me if you have any questions.

Respectfully submitted,

Tuscola Energy, Inc.

By:



Jeffrey M. Adler - President