APPENDIX A OTTER CREEK MINE BASELINE REPORT 304E MONITORING WELL LOGS



Y/N

Υ

Monitor Well Log

Hole Name: A1

Date Hole Finished: 7/25/11

INTERVAL

+2-17

+2-3

7-17

10-17

+1-10

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Billings, Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 9; N 475750.513, E 2820589.42

Location Description: Stevens crossing near

Recorded By: RJL

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 20 Annular Seal? Surface Seal?

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 475750.513 Easting: 2820589.42

Static Water Level Below MP: 8.98 Surface Casing Height (ft): 1.58

Date: 7/25/2011 Riser Height (ft): 1.22

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3033.71

MP Height Above or Below Ground (ft): 1.22 MP Elevation (ft): 3034.93

Remarks: Hole sloughed from 17'-20' bgs. Yield approximately 15 gpm. Water quality after development; SC=3000 µmhos/cm, pH=8.14, Temp=

14.8°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 2.0' Silt and clay Slightly moist, moderate brown, loose, soft, non-plastic, roots 8" steel 2.0 - 8.0' Silt, clay and sand [Alluvium] Slightly moist to very moist, dark yellow brown, non-plastic, loose 7.0 0.025-inch Slot Screen 8.0 - 15.0' Gravel [Alluvium] Wet, medium reddish brown, clinker origin, sub-angular, to sub-rounded, some sand, sizes up to 10/20 Silica Sand Δ 15.0 - 20.0' Thermally altered sandstone [Clinker] Wet, very hard, mostly medium reddish brown, some light brown (5YR 6/4), angular fragments Δ (clinker), making a lot of water Δ 17.0 Δ End cap Λ Δ Δ Δ Δ Bottom of Hole Slough



Monitor Well Log

Hole Name: A2

Date Hole Started: 12/29/10 Date Hole Finished: 12/29/10

Consulting Scientists and Engineers Billings, Montana

Project: Otter Creek Mine Permit (10068)
County: Powder River State: Montana

Property Owner: Ark Land Company

Legal Description: T3S R45E Sec. 26 NENW;

N 493037 18, E 2827469.82

Location Description: 50' NW of stock well at

homestead Recorded By: HJK

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin
Drilling Method: Air Rotary
Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aquifer: Alluvim Hole Diameter (in):

Total Depth Drilled (ft): 80

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-77 8" steel Surface Casing Used? Υ +2-59 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 57-77 Sand Pack? 10/20 Silica Sand 55-77 Annular Seal? Bentonite Chips 0-55 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Y Air Rotary

Water Samples Taken? N
Boring Samples Taken? N

Northing: 493037.18 Easting: 2827469.82

Static Water Level Below MP: 53.5 Surface Casing Height (ft): 2.39

Date: 12/29/10 Riser Height (ft): 1.91

MP Description: Top PVC Ground Surface Elevation (ft): 3100.88

MP Height Above or Below Ground (ft): 1.91 MP Elevation (ft): 3102.79

Remarks: Drill to 50' set surface casing; hole collapse from 77'-80'; centralizer placed at 77'; SWL=53.5 bgs.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 10.0' Clayey silt [Alluvium] 0.0 8" steel Dry, loose, roots, medium olive brown (5Y 4/4), color change at 3' 10.0 - 15.0' **Silt** [Alluvium] Dry, soft, minor very fine sand, medium olive brown (5Y 4/4) 15.0 - 20.0' Clayey silt [Alluvium] Dry, soft, medium olive brown (5Y 4/4) 20.0 - 25.0' Silty very fine sand Dry, loose 25.0 - 27.0' Sand, fine Slightly moist, loose, moderate yellowish brown (10YR 5/4) 27.0 - 33.0' Gravelly sand Moist, fine clinker gravels (red-orange). Clinker gravels up to 2", sub-rounded, minor clay, medium brown (5YR 4/4) at 30'-33' 33.0 - 35.0' Clayey sand Moderate brown (5YR 4/4), no gravels 35.0 - 41.0' Clayey sand Moderate brown (5YR 4/4), fine sand, gravel comprised of clinker present 41.0 - 45.0' Gravelly sand Very moist, moderate brown (5YR 4/4), red-orange clinker gravels 45.0 - 50.0' Gravels Clinker gravels increase in size and occurence, angular, flaggy, clayey 50.0 - 55.0' Gravelly sand Very moist, few fines, moderate brown (5YR 4/4), medium gravels, flaggy 55.0 - 65.0' Silty gravels 10/20 Silica Sand 57.0 Wet, poorly sorted gravels up to 3" diameter (clinker), sub-rounded, minor fine sand, moderate 0.025-inch Slot Screen brown (5YR 3/4) 65.0 - 75.0' Gravels [Alluvium] Wet, multicolored, angular, poorly sorted, moderate brown, becomes clayey at 66', cobbles up to 4", sub-rounded, color change to grayish brown (5YR 3/2) 75.0 - 79.0' Sand [Bedrock - weathered] Wet, yellowish brown, fine, poorly cemented end cap; centralizer Bottom of Hole 80.0 79.0 - 80.0' **Claystone** [Bedrock] hole collapsed Firm, greasy texture, greenish gray (5GY 6/1), streaks of carbonaceous material



Y/N

Υ

Monitor Well Log

INTERVAL

+2-59

+2-2

29-59

49-59

0-5

Hole Name: A3

Date Hole Started: 7/18/11 Date Hole Finished: 7/18/11

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: R. Denson

Legal Description: T5S, R45E, Sec 2, NW 1/4; N 449796.22, E 2828377.84 Location Description: Next to fence-Denson

Otter Creek crossing

Recorded By: HJK

Driller: Ron Askin

Client: Arch Coal

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium Hole Diameter (in): 8" Total Depth Drilled (ft): 59

Drilling Company: Askin Drilling

Northing: 449796.22 Easting: 2828377.84

Static Water Level Below MP: 5.82 Surface Casing Height (ft): 1.92

Date: 7/18/2011 Riser Height (ft): 1.73

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

Rig Air-20 minutes

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3104.93

MP Height Above or Below Ground (ft): 1.73 MP Elevation (ft): 3106.66

Remarks: Drove 8" steel 60'; air lift for 20 minutes; SC=3430 µmhos/cm. Hole collapsed 5'-49'. Centralizer placed at 59' bgs.

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 5.0' Sandy silt Dry, firm, minor fine gravels, moderate brown (5YR 4/4), becomes moist at 3', becomes wet at 4'; adding water at 4'-5' 5.0 - 8.0' Sandy gravel [Alluvium] hole collapsed Wet; with silt; loose gravels, angular, medium, (moderate reddish brown (10R 4/6) clinker); matrix is dark yellowish brown (10YR 4/2) 8.0 - 25.0' Sand [Alluvium] Medium, dark yellowish brown (10YR 4/2), few fine to medium slightly rounded flaggy gravels 10%, gravels increasing in size and occurance, some coal gravels, sub-rounded, weathered 25.0 - 40.0' Gravel [Alluvium] Poorly sorted; multi-colors (moderate brown, dark yellowish brown, dark yellowish orange), black to red (clinker and sandstone) cobbles up to 5", rounded to angular; making water, sandstone 29.0 0.025-inch Slot Screen gravels increase with depth; some sand 10-15% 40.0 - 57.0' **Gravel** [Alluvium] Multi-colors (moderate brown, dark yellowish brown, dark yellowish orange); making water; sand <5%, poorly sorted, up to 4" diameter, rounded to angular 10/20 Silica Sand 57.0 - 59.0' Siltstone [Bedrock] 59.0 Moist, weak, dark yellowish brown (10YR 4/2) to light olive gray; very fine bedding end cap; centralizer



Monitor Well Log

Hole Name: A4

Date Hole Started: 3/17/2011 Date Hole Finished: 3/17/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: R. Denson

Legal Description: T5S, R45E, Sec. 1; N

451653.18, E 2836778.79

Location Description: Ten Mile Creek, Denson

meadow

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aquifer: Ten Mile Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 70 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-70 8" steel Surface Casing Used? Υ +2-7

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 30-70 Sand Pack? 10/20 silica sand 16-70 Annular Seal? Bentonite Chips +1-16

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2836778.79 Northing: 451653.18

Static Water Level Below MP: 5.97 Surface Casing Height (ft): 1.97

Riser Height (ft): 1.68 Date: 3/18/2011

MP Description: Top PVC Ground Surface Elevation (ft): 3171.91

MP Height Above or Below Ground (ft): 1.68 MP Elevation (ft): 3173.59

Remarks: Drill to 20' with 7 7/8" drag bit, drive 8" steel (65'). Drill out with 4" bit, then ream with 7 7/8" bit. Developed with rig air, yield ~40 gpm. SC= 3090 µmhos/cm, pH=8.13

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 10.0' Silty clay [Alluvium/Colluvium] Moist to wet at 4'; pale yellowish brown and light olive gray (5Y 5/2), mild plasticity, roots, 2.0 <u>8" steel +2-7</u> Bentonite Chips moderately loose; color to light olive gray and greenish gray (5GY 6/1) at 6'; start injecting water 10.0 - 14.0' Sand, moderately fine, clayey/silty Wet, pale yellowish brown and light olive gray (5Y 5/2), very loose 14.0 - 19.0' **Silty, sandy, clay** Wet, pale yellowish brown, dense, moderately plastic, rolls to 1/8" 10/20 Silica Sand 19.0 - 22.0' **Gravel** [Alluvium] Wet, medium reddish brown, clinker, burned siltstone, hard, loose, flaggy, sub-round to sub-angular 22.0 - 26.0' Clay and gravel Wet, clay is light olive gray and pale yellowish brown, pea size gravels, clinker, medium reddish brown, loose 30.0 26.0 - 28.0' Gravel 0.025-inch Slot Screen Wet, mostly pea gravel, sub-angular to sub-round, clinker origin and trace sandstone 28.0 - 31.0' Very sandy gravel, poorly sorted, sand to 50% Wet, medium yellowish brown sand, clinker (burned sandstone/shale) gravels, hard, coarse gravels to 1" 31.0 - 50.0' Gravel and sand, poorly sorted Wet, multi-colored: dark yellowish orange, medium yellowish brown, medium reddish brown, light \cdot brown (5YR/5/6); clinker and sandstone origin, increasing sandstone gravel with depth, increasing gravel size with depth, gravels to 3", sand to 30% at 32'-39' then sand decreases to 10% at 40 Ö 39'-40' - clay stringer, silty, light olive gray to dark olive gray, soft, moderately plastic 50.0 - 55.0' Sandy clay Wet, dark greenish gray (5GY 4/1), loose, soft, moderately plastic 55.0 - 68.5' Gravel, some sand (2%) [Alluvium] Wet, multi-colored: light gray, light brown, medium reddish brown, pale yellowish brown, and light olive gray, clinker and sandstone origin, hard, gravels to 5" Bottom of Hole 70.0 68.5 - 69.0' Claystone [Bedrock] end cap; centralizer Medium gray, soft, very thinly bedded 69.0 - 70.0' Coal [Bedrock]



Monitor Well Log

Hole Name: A5

Date Hole Finished: 8/18/11

annulus - drill/drive

Client: Arch Coal

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Billings, Montana

Property Owner: Ark Land Company Legal Description: T 4S, R45E, Sec. 12; N

477695.18, E 2836255.5

Location Description: Tarter meadow on Three

Mile Creek Recorded By: RJL

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer:

Hole Diameter (in): 10" (0'-20'), 8" (20'-25')

Total Depth Drilled (ft): 28

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 8" steel open bottom Well Installed? +2-25 +2-25

Surface Casing Used? 8" steel

Screen/Perforations? N

Sand Pack? Ν

Υ Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 477695.18 Easting: 2836255.5

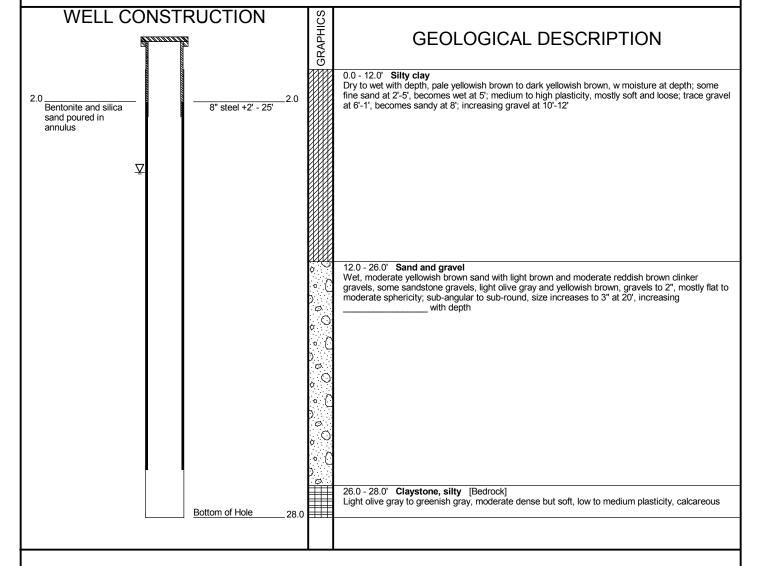
Static Water Level Below MP: 8.45 Surface Casing Height (ft): 2.07

Date: 8/18/2011 Riser Height (ft):

Ground Surface Elevation (ft): 3134.77 MP Description: Top of Steel

MP Height Above or Below Ground (ft): 2.03 MP Elevation (ft): 3136.84

Remarks: Injecting water at 5', open hole with 9 7/8" bit to 20'. Drive 28' 8-inch steel, silica sand and bentonite poured in annulus. Developed with rig air; SC=4800 µmhos/cm, pH= 8.00, temp= 11.1°C, open hole yield=~50 gpm.





Monitor Well Log

Hole Name: A6

Date Hole Finished: 3/23/11

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 22; N 467961.91, E 2823051.32

Location Description: Near Otter Creek

Crossing
Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium

Hole Diameter (in): 11"(0-20'), 8"(20-25')

Total Depth Drilled (ft): 25

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +3-25 Surface Casing Used? 8" steel Υ +3-5 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 15-25 Sand Pack? 10/20 silica sand 7-25 Annular Seal? Bentonite Chips +2-7 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 467961.91 Easting: 2823051.32

Static Water Level Below MP: 7.6 Surface Casing Height (ft): 2.57

Date: 3/23/2011 Riser Height (ft): 2.30

MP Description: Top PVC Ground Surface Elevation (ft): 3051.71

MP Height Above or Below Ground (ft): 2.30 MP Elevation (ft): 3054.01

Remarks: Start injecting water at ground surface, 11 7/8" bit to 20', drive 25' of 8" steel to bedrock. Developed with rig air, stopped after 10 minutes to avoid flooding field or discharging to creek. SC=5700 µmhos/cm, pH=8.15, temp= 10.9° C, yield=50 gpm after development

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Silty clay [Topsoil/Colluvium] Dry, moderate to dark yellowish brown, loose to moderate cohesive, non-plastic, roots, trace very Bentonite Chips coarse sand and fine gravel at depth 5.0 <u>8" steel +3-5</u> 5.0 - 10.0' Clayey sandy gravel [Alluvium] Light brown and moderate reddish brown clinker gravels, moderate yellowish brown sand fine to medium gravel, loose, roots in top 1 10/20 Silica Sand 10.0 - 20.0' Sand and gravel (50/50) [Alluvium] Wet, moderate yellowish brown sand, light brown and grayish orange clinker gravels; gravel size increases with depth to 3" gravels 0.025-inch Slot Screen 20.0 - 23.0' Gravel, clean moderately poorly sorted up to 1" [Alluvium] Wet, color from black to very pale orange, moderately loose to dense, sub-round, low to high sphericity; coal and clinker origin 23.0 - 25.0' Siltstone [Bedrock] Dry, pale to dark yellowish orange with light olive gray, soft, non-plastic; some very thin dark colored laminations Bottom of Hole 25.0 25.0 end cap



Monitor Well Log

Hole Name: A7

Date Hole Started: 7/19/11 Date Hole

Consulting Scientists and Engineers Billings, Montana

Project: Otter Creek Mine Permit (10068)

County: Powder River State: Montana

Property Owner: Great Northern Properties

Legal Description: T4S, R45E, Sec. 27, NE
SE 1/4; N 459251.91, E 2825659.93

SE 1/4; N 459251.91, E 2825659.93 Location Description: Just West of Otter Creek

Recorded By: HJK

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin
Drilling Method: Air Rotary
Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aquifer: Alluvium
Hole Diameter (in): 8"
Total Depth Drilled (ft): 44

| WELL COMPLETION | Y/N | DESCRIPTION | <u>INTERVAL</u> |
|----------------------|-----|-----------------------------|-----------------|
| Well Installed? | Υ | 4.5" Sch 40, PVC | +2-44 |
| Surface Casing Used? | Υ | 8" steel | +2-3 |
| Screen/Perforations? | Υ | 0.025-inch slot, Sch 40 PVC | 24-44 |
| Sand Pack? | Υ | 10/20 silica sand | 10-12 |
| Annular Seal? | Υ | Bentonite Chips | 0-10 |
| Surface Spal? | N | | |

DEVELOPMENT/SAMPLING

Well Developed? Y Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 459251.91 Easting: 2825659.93

Static Water Level Below MP: 8' 7" Surface Casing Height (ft): 1.95

Date: 7/19/2011 Riser Height (ft): 1.61

MP Description: Top PVC Ground Surface Elevation (ft): 3079.33

MP Height Above or Below Ground (ft): 1.61 MP Elevation (ft): 3080.94

Remarks: SC at start of air lift = 3000 µmhos/cm; SC at completion = 3970 µmhos/cm, stable. SWL= 8'7". Hole collapsed 12'-23'.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 5.0' Silt 0.0 2.0 8" steel Dry to 2' then moist, adding water at 4'; minor very fine sand, soft, roots, moderate yellowish brown (10YR 5/4) 5.0 - 14.0' Silty clay [Alluvium] Stiff, moderate yellowish brown (10YR 5/4); some fine sand, orange oxidation at 10'-12' 10/20 Silica Sand hole collapsed 14.0 - 23.0' **Silty gravels** [Alluvium] Multi-color clinker, flaggy, sub-rounded, very sandy below 20' 10/20 Silica Sand 23.0 - 26.0' Clay 0.025-inch Slot Screen Stiff, moderate olive brown (5Y 4/4) 26.0 - 41.0' Gravels [Alluvium] Multi-colored clinker; making water, very little sand at 26', increases with depth to ~15%; coal pieces in gravels at 34' 41.0 - 43.5' Clay [Alluvium] Stiff, plastic, medium gray (N5), minor fine sand, finely laminated Bottom of Hole 44.0 43.5 - 44.0' Sandstone [Bedrock] end cap Very hard, medium grained, well-sorted, well cemented, medium light gray (N6)



Monitor Well Log

Hole Name: A8

Date Hole Started: 6/5/14 Date Hole Finished: 6/6/14

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land

Legal Description: T4S, R45E, Sec 4,

NESWSE

Client: Arch Coal

Location Description: Just west of Otter Creek

and upstream of SW-25 Recorded By: JS

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Potable Water Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvial Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 64

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? 4.5" Sch 40, PVC +3.57'AGL - 64' Surface Casing Used? 8" steel 0.250" wall Υ +4.10'AGL - 26'

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 26'-64' Sand Pack? 10/20 silica sand 23'-64' Annular Seal? Bentonite Chips 0'-23'

Surface Seal? Bentonite around steel csg

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2818976.75 Northing: 478460.18

Static Water Level Below MP: 5.89 Surface Casing Height (ft): 4.10

Date: 6/10/2014 Riser Height (ft): 3.57

MP Description: BMP (TOPVC) Ground Surface Elevation (ft): 3022.13

MP Height Above or Below Ground (ft): 3.57 MP Elevation (ft): 3025.61

Remarks: Developed with air injection 30 minutes. Total steel 30' at 26' set below ground level (BGL) and 4' above ground level (AGL); SC= 3,844 umhos/cm. June 10, 2014 water level at 2.32' below ground,

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel (0.25" thick 0.0 - 5.0' Clayey sand - Loam [Topsoil] wall) +4.10' to 26' Wet; olive gray; loose; fine to very fine grain; high plasticity, cohesive 3' below ground level - first groundwater (driller) 5.0 - 10.0' Clayey sand [Alluvium] Wet; increase in clay; saturated black organics (charcoal) inclusions 10.0 - 15.0' Clinker gravel, sandy with clay [Alluvium] Angular pieces, flat <1 15.0 - 20.0' Clinker gravel, sandy with clay [Alluvium] Olive gray with red, brown, dark gray; clinker pieces; increase in size to 2" 20.0 - 21.0' Clinker gravel, sandy with clay \Small pieces to < 1/2-1/4", sub-angular to angular 21.0 - 25.0' Clay, sandy Bentonite Chips Olive green; stiff; cohesive; high plasticity 26.0 0.025-inch Slot Screen 25.0 - 26.0' Clay, sandy Olive green; stiff; cohesive; high plasticity 26.0 - 30.0' Clinker gravel, sandy with clay \Includes coal chips; large; sub-angular and sub-round < 2" 30.0 - 35.0' Clinker gravel, sandy with clay [Alluvium] Varies between sub-angular and sub-round; increase in sand 35.0 - 40.0' Clinker gravel, sandy with clay [Alluvium] Decrease in sand; clean clinker; no clay; no bedrock; clinker sub-round 40.0 - 45.0' Clinker gravel, sandy with clay [Alluvium] Decrease in sand; clean clinker; no clay; no bedrock; clinker sub-round 45.0 - 50.0' Clinker gravel, sandy with clay [Alluvium] Decrease in sand; slight increase in clay; clean clinker; no clay; no bedrock; clinker sub-round 50.0 - 55.0' **As above, Clinker gravel, sandy with clay** [Alluvium] Slight increase in clay percent; large cobbles to 6"; no bedorck material; increase in coal chips in Alluvium 55.0 - 63.0' Weathered silty clay (shale) [Bedrock] Damp; greenish gray, moderately stiff; non plastic; no cohesiveness Bottom of Hole 64.0 64.0 10/20 Silica Sand End cap; centralizer



Monitor Well Log

Hole Name: A9

Billings, Montana

Date Hole Started: 7/7/14

Date Hole Finished: 7/7/14

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T3S, R44E, Sec 12, SW1/4; N 504771.35, E 2799819.15 Location Description: 1/4 mile East of Otter Creek bridge on south side of Hwy 212 Recorded By: TS

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Air & Water Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium

Hole Diameter (in): 11" (0-20'), 7 7/8" (20'-40')

Total Depth Drilled (ft): 50

| WELL COMPLETION | Y/N | DESCRIPTION | <u>INTERVAL</u> |
|----------------------|-----|-----------------------------------|-----------------|
| Well Installed? | Υ | 4.5" Sch 40, PVC | +2-20 |
| Surface Casing Used? | Υ | 8 5/8" steel | +2-18 |
| Screen/Perforations? | Υ | 4.5" Sch40 0.020-inch slot SDR-17 | 20-40 |
| Sand Pack? | Υ | 10/20 Silica Sand | 11-40 |
| Annular Seal? | Υ | Bentonite Chips | +2-11 |
| Surface Seal? | Ν | | |

DEVELOPMENT/SAMPLING

Well Developed? Air developed for 35 min.

Water Samples Taken? N Boring Samples Taken? N

Northing: 504771.35 Easting: 2799819.15

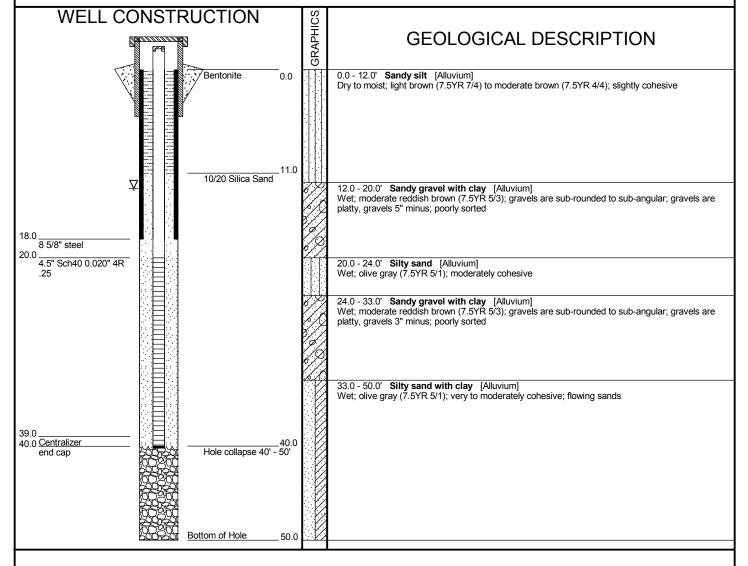
Static Water Level Below MP: 14.52 Surface Casing Height (ft): 2.28

Date: 7/8/14 Riser Height (ft): 1.90

MP Description: Top PVC Ground Surface Elevation (ft): 2937.84

MP Height Above or Below Ground (ft): 1.90 MP Elevation (ft): 2939.75

Remarks: Drove steel to 40' then pulled back to 18'; flow ~20 gpm. Poured sand on outside of 8" steel to 10' below ground surface (bgs); poured bentonite on outside of 8" steel from 0'-10' bgs. Started injecting water at 20' (water from Asksin's shop). After 15 minutes of developing pH 7.99, SC=3355 µmhos/cm, temp=15.3°C. After 30 minutes of developing pH 7.88, SC=3271 µmhos/cm, temp=13.5°C





Monitor Well Log

Hole Name: AVF1-1

Billings, Montana

Date Hole Started: 1/27/2011 Date Hole Finished: 1/27/2011

drill & drive

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 30; N

492770.89, E 2809604.69

Location Description: Trusler meadow south of

Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aguifer: Otter Creek Alluvium Hole Diameter (in): 11 3/4" to 10' then 7 7/8"

Total Depth Drilled (ft): 36

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 8" steel open bottom Well Installed? +2-32 8" steel +2-32

Surface Casing Used? N

Screen/Perforations?

Sand Pack? Ν

Υ Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 492770.89 Easting: 2809604.69

Static Water Level Below MP: 9.97 Surface Casing Height (ft): 2.25

Date: 1/27/2011 Riser Height (ft):

Ground Surface Elevation (ft): 2976.90 MP Description: Top of Steel

MP Height Above or Below Ground (ft): 2.25 MP Elevation (ft): 2979.15

Remarks: 11 3/4" bit to 10' then 7 7/8" bit, drove 8" steel to 36', pulled back to 32'. Developed with rig air 20 min. Pile cuttings next to well for Trusler to remove (per Trusler). SC=1555 µmhos/cm, pH=8.00, temp=10.6°C, yield ~100 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' Clayey silt [Alluvium] Dry, moderate yellowish brown, loose, roots in top 1' 3.0 - 5.0' **Silty clayey sand** [Alluvium] Moist, moderate yellowish brown, very loose, poorly sorted, trace coarse sand, < 2% 5.0 - 15.0' Silty clay, some sand [Alluvium] Moist, moderate yellowish brown to dark yellowish brown, very soft, rolls from 1/8" to 1/16", plasticity increases with depth, poorly sorted, fines with depth in this interval, calcareous, reacts with HNO₃, wet at 10' 15.0 - 32.5' Gravel and sand, poorly sorted Wet, sand to 50%, gravels from 0.125" up to 1.5", gravels composed of coal, clinker and shale bedrock origin, low sphericity, sub-rounded, less sand with depth to 10% sand, gravel coarse to 2" size, more round (sub-round), moderate to high sphericity, sandstone and clinker origin, some 0 C 8" steel open bottom 32.5 - 33.0' Clay Wet, pale yellowish brown, high plasticity, rolls to 1/16", soft 33.0 - 36.0' Siltstone, very fine sandstone [Bedrock] Pale yellowish brown, with very thin dark yellowish brown beds, calcareous (reacts with acid) Bottom of Hole



Y/N

Υ

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Monitor Well Log

Hole Name: AVF1-2

Billings, Montana

INTERVAL

+2-32

+2-4

22-32

19-32

+1-14

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 30; N

492760.99, E 2809578.22

Location Description: AVF1 on Trusler meadow

south of house Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Hole Diameter (in): 8" Total Depth Drilled (ft): 32

Target Aquifer: Otter Creek Alluvium

Northing: 492760.99 Easting: 2809578.22 Static Water Level Below MP: 9.20 Surface Casing Height (ft): 1.71 Date: 1/27/2011 Riser Height (ft): 1.38

DESCRIPTION

8" steel

Rig Air

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 2977.01

MP Height Above or Below Ground (ft): 1.38 MP Elevation (ft): 2978.39

Remarks: Drove 8" steel to 30', pulled out, replaced with 5 ft steel, slough from 14-19' bgs; SC=1776 µmhos/cm, pH=7.99, temp=10.8°C after development.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' Clayey silt [Alluvium] Dry, moderate yellowish brown, loose, roots in top 1' Bentonite Chips 3.0 - 5.0' **Silty clayey sand** [Alluvium] Moist, moderate yellowish brown, very loose, poorly sorted, trace coarse sand, < 2%4.0 <u>8" steel</u> 5.0 - 15.0' Silty clay, some sand [Alluvium] Moist, moderate yellowish brown to dark yellowish brown, very soft, rolls from 1/8" to 1/16", plasticity increases with depth, fines with depth, calcareous, wet at 10' hole sloughed 14-19 15.0 - 25.0' Gravel and sand, poorly sorted [Alluvium] Wet, gravels to 1.5", low sphericity, sub-rounded, sand to 50% less with depth to 10%, gravel to 2", gravel, clinker, coal, bedrock origin 10/20 Silica Sand 0.025-inch Slot Screen 25.0 - 26.0' Woody debris 26.0 - 32.0' Gravel and sand Wet, as above Bottom of Hole 32.0 end cap; centralizer



Y/N

Υ

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Monitor Well Log

Hole Name: AVF1-3

INTERVAL

8-14, 27-38

+2-38

+2-4

18-38

+1-8

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Client: Arch Coal

Legal Description: T3S, R45E, Sec. 20 SW1/4, SW1/4; N 493518.19, E 2810154.49 Location Description: East side of Otter Creek

Recorded By: RJL

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aguifer: Otter Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 38

Drilling Company: Askin Drilling

Northing: 493518.19 Easting: 2810154.49

Static Water Level Below MP: 6.4

Surface Casing Height (ft): 1.86

Date: 8/18/2011 Riser Height (ft): 1.48

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 2976.09

MP Height Above or Below Ground (ft): 1.48 MP Elevation (ft): 2977.57

Remarks: Drilled to 20' with 7 7/8" bit. Set 32' of 8-inch casing, drilled out steel with 6 1/4" bit. Reamed with 7 7/8" bit to 38'. Pulled 8" steel during completion. Sand 27'-37' and in annulus before steel was pulled. Sand/native sloughed to 14' when pulled. Placed bentonite less than 1 bag from 37.5'-38' below ground surface.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Silty clay Dry to wet at 5', pale yellowish brown to medium yellowish brown with moisture and depth. roots Bentonite Chips to 3', non-plastic to medium plastic with depth and moisture. some fine sand at 5', very loose and 8" steel 5.0 - 16.0' Clayey sand Wet, dark yellowish brown. Very soft, loose, flowing. trace gravel of clinker origin at 15' 10/20 Silica Sand Sand/Native Slough 16.0 - 33.0' Gravel Some sand, wet, light brown, reddish brown, pale yellowish orange. Clinker and sandstone origin. loose, hard, flat, sub-rounded size to 2". Trace coal/shale gravel at 25'. Shale gravels more 0.025-inch Slot Screen angular than clinker and sandstone 10/20 Silica Sand 33.0 - 38.0' Claystone [Bedrock] Pale yellowish brown, soft to medium firm, medium plasticity, rolls to 1/8", possibly tagged coal at Bottom of Hole end cap; centralizer



Billings, Montana

Monitor Well Log

Hole Name: AVF1-PH1

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 30; N 491950.29, E 2808542.68

Location Description: Near fence at west edge

of Trusler meadow at AVF1 Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aquifer: Alluvium Hole Diameter (in): 8"

Total Depth Drilled (ft): 22

DESCRIPTION WELL COMPLETION Y/N **INTERVAL** Well Installed? NA Surface Casing Used? Ν NA Screen/Perforations? N NA Sand Pack? Ν NA Υ Annular Seal? Bentonite Chips 0-22 Surface Seal? NA **DEVELOPMENT/SAMPLING** Well Developed? Water Samples Taken? N

Northing: 491950.29 Easting: 2808542.68

Static Water Level Below MP: 7 Surface Casing Height (ft): NA

Date: 1/27/2011 Riser Height (ft): NA

MP Description: Ground Surface Ground Surface Elevation (ft): 2977.26

MP Height Above or Below Ground (ft): NA MP Elevation (ft):

Remarks: Drill with 7 7/8" bit to 13', then drive and drill with 8" steel casing 22', pull steel; plug hole with 3/8" bentonite chips.

Boring Samples Taken? N

WELL CONSTRUCTION

0.0 3/8" Bentonite Chips

GRAPHICS

GEOLOGICAL DESCRIPTION

0.0 - 1.0' **Silty clay** [Alluvium/Colluvium] Slightly moist, grayish orange pink, loose, roots, some weakly cemented

1.0 - 7.0' Silty sand

Moist, moderate yellowish brown, loose, soft

7.0 - 10.0' Sandy clay

Wet, dark yellowish brown, moderate plasticity, rolls to 1/8"

10.0 - 11.0' Clay

Wet, dark yellowish brown and olive gray (5Y 3/2), very plastic rolls to 1/16"

11.0 - 12.0' Gravel some sand

Wet, gravels to 3/4", flat, mostly clinker, sub-angular to sub-round

12.0 - 13.0' Clay

Wet, brownish gray (5YR 4/1), very plastic rolls to 1/16"

13.0 - 21.0' **Silty clayey sands** [Alluvium] Wet, dark yellowish brown, very loose, possibly flowing

Bottom of Hole 22 0 21.0 - 21.5' Coal/carbonaceous shale [Bedrock]

Wet, medium dark gray to black, soft, weathered, making ~15 gpm, SC=3220 µmhos/cm

21.5 - 22.0' Siltstone, some fine sand [Bedrock]

Medium light gray to moderate olive brown with thin dark beds, calcareous



Billings, Montana

Monitor Well Log

Hole Name: AVF1-PH2

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 20 SW1/4, SW1/4; N 493745.15, É 2810283.93 Location Description: Trusler Meadow, first

terrace above creek, AVF1 Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: None Purpose of Hole: Define AVF Target Aquifer: Alluvium

Hole Diameter (in): 8" (0-40'), 4" (40-68')

Total Depth Drilled (ft): 68

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? NA Surface Casing Used? NA Screen/Perforations? N NA Sand Pack? Ν NA Annular Seal? Ν NA Surface Seal? Bentonite Chips 0-68 **DEVELOPMENT/SAMPLING** Well Developed? Water Samples Taken? N Boring Samples Taken? N

Northing: 493745.15 Easting: 2810283.93

Static Water Level Below MP: Surface Casing Height (ft): NA

Riser Height (ft): NA Date:

MP Description: Ground Surface Elevation (ft): 3004.29

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: 7 7/8" bit for 0-40' interval. 3 7/8" bit for 40-68' interval. Set 66' of 8" steel, pulled before abandoning hole. Plugged hole with 3/8" bentonite chips.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 5.0' Silt [Topsoil] 0.0 Some clay present, dry, moderate yellowish brown; loose, roots, and trace white precipitates 5.0 - 6.0' Silty clay [Colluvium] Slightly moist, moderate yellowish brown, loose, low plasticity 6.0 - 27.0' Sand with clay [Alluvium/Colluvium] Fine grained, slightly moist, pale to moderate yellowish brown, loose, soft. Becomes clayey at 15', trace gravel at 20'. Increasing clay 20'-27' with less gravel 27.0 - 35.0' **Sandy clay** [Alluvium] Slightly moist to wet with depth, moderately loose to moderately dense. Light olive gray. Non-plastic=27'-33', moderately plastic=33'-35' 35.0 - 66.0' Gravel [Alluvium] Wet, sand is dark yellowish brown. Multicolored clinker gravels: light brown, moderate reddish brown, etc.; sandy. Gravels are flat to moderate spherocity, sub-round, size to 2", less sand at 45'. Trace coal gravel at 55', becomes more blochy and angular at 58' and sizes to 3". Sandy again at 60'; dark yellowish brown. Open hole yields approximately 100 gpm 66.0 - 68.0' Claystone [Bedrock] Bottom of Hole Medium dark gray to brownish gray; soft to moderately dense; moderate plasticity



Y/N

Υ

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Water Samples Taken? N

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Monitor Well Log

Hole Name: AVF2-1

Date Hole Started: 1/27/2011 Date Hole Finished: 1/27/2011

INTERVAL

+1-29

+2-3

19-29

6-29

+1-6

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 32; N

485147.38, E 2814078.72

Location Description: AVF2 south fence line of

Trusler meadow south of cemetary Recorded By: RJL

Client: Arch Coal

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 31

DEVELOPMENT/SAMPLING Drilling Company: Askin Drilling Well Developed?

Boring Samples Taken? N

Northing: 485147.38 Easting: 2814078.72

Static Water Level Below MP: 5.09 Surface Casing Height (ft): 2.39

Date: 1/28/2011 Riser Height (ft): 2.13

DESCRIPTION

10/20 silica sand

Bentonite Chips

Air Rotary

8" steel

6-inch Sch 40, PVC

0.050-inch slot, 6" PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3003.13

MP Height Above or Below Ground (ft): 2.13 MP Elevation (ft): 3005.27

Remarks: Bottom of hole sloughed 2'. Too loose and sandy for open bottom completion. Blew on hole at total depth to clean out, complete with 6" PVC. SC=3110 μmhos/cm, pH=7.84, temp=9.2°C, yield~100 gpm

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 4.0' **Silty clay** [Alluvium] Slightly moist, moderate yellowish brown, loose, roots, debris in top 1' Bentonite Chips 2.0 8" steel 4.0 - 11.0' Sandy clay [Alluvium] Wet, moderate to dark yellowish brown, non-plastic, calcareous 10/20 Silica Sand 11.0 - 20.0' **Gravel, silty sandy, poorly sorted** [Alluvium] Wet, fines are moderate yellowish brown, gravels multicolored, clinker origin, size up to 1", sub-round, medium sphericity, coarsens with depth to 3.5", sand to 10%, no silt _19.0 0.050 slot 6" PVC 20.0 - 30.0' Poorly sorted sand and gravel Wet, multi-color, sand to 50%, flat, sub-angular to sub-round gravels of clinker and sandstone origin, medium sphericity end cap 30.0 - 31.0' Sandstone, silty clayey [Bedrock] Bottom of Hole 31.0 Wet from above, medium gray, soft



Monitor Well Log

Hole Name: AVF2-2

INTERVAL

+2.5-2.5

0-32

17-32

18-32

+1-6

Client: Arch Coal Project: Otter Creek Mine Permit (10068)

State: Montana County: Powder River

Billings, Montana

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 32; N

485147.86, E 2814118.55

Location Description: AVF2 south fence line of

Trusler meadow south of cemetary Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 32

WELL COMPLETION Y/N **DESCRIPTION** 4.5" Sch 40, PVC Well Installed?

Surface Casing Used? 8" steel Υ

Screen/Perforations? 0.025-inch slot, Sch 40 PVC Sand Pack? 10/20 silica sand

Annular Seal? Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Air Rotary

Water Samples Taken? N Boring Samples Taken? N

Northing: 485147.86 Easting: 2814118.55

Static Water Level Below MP: 3.54 Surface Casing Height (ft): 2.43

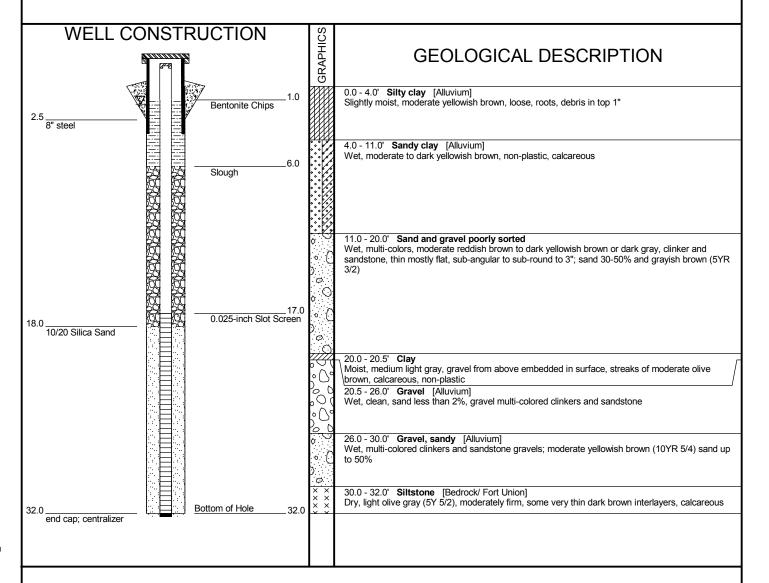
Date: 6/23/2011 Riser Height (ft): 2.22

Bentonite Chips

MP Description: Top PVC Ground Surface Elevation (ft): 3003.14

MP Height Above or Below Ground (ft): 2.22 MP Elevation (ft): 3005.36

Remarks: Drill to 20' with 7 7/8" bit, drive 8" steel casing 31'; hole sloughed 6-18' bgs. SC=3000 µmhos/cm, pH=8.04, temp=10.4°C, yield ~100 gpm





Monitor Well Log

Hole Name: AVF2-3

Date Hole Started: 1/28/2011 Date Hole Finished: 1/28/2011

Client: Arch Coal

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Billings, Montana

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 32; N 485192.4, E 2814623.06

Location Description: AVF2 south of cemetary

near south edge of Trusler meadow Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 35 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-34 Surface Casing Used? Υ 8" steel +2-3 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 19-34 Sand Pack? 10/20 silica sand 12-34 Bentonite Chips Annular Seal? +1-12

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air Rotary

Water Samples Taken? N Boring Samples Taken? N

Northing: 485192.4 Easting: 2814623.06

Static Water Level Below MP: 5.33 Surface Casing Height (ft): 2.22

Date: 7/15/2011 Riser Height (ft): 1.80

MP Description: Top PVC Ground Surface Elevation (ft): 3005.30

MP Height Above or Below Ground (ft): 1.80 MP Elevation (ft): 3007.09

Remarks: Drive 8" steel casing to 32', drilled with 7 7/8" drag bit, all steel and replace with 5' monument. SC=4620 µmhos/cm, pH=2.93,

temp=10.1°C; hole sloughed from 34'-35'

WELL CONSTRUCTION GRAPHICS Bentonite Chips 8" steel 10/20 Silica Sand 19.0 0.025-inch Slot Screen 35.0 end cap; centralizer Slough

GEOLOGICAL DESCRIPTION

0.0 - 2.0' **Silty clay** [Alluvium/Topsoil] Dry to slightly moist, moderate yellowish brown, loose, roots to 3'

calcareous

13.0 - 35.0' Gravel, sandy [Alluvium]

Wet, clinker and sandstone origin, multi-colored, sub-round to round, some with moderate sphericity; less sand to <2% at 20'-24.5'

Clayey at 24.5', wet, clay=non-plastic, calcareous Sandy again at 24.5'-35', sand=dark yellowish brown, gravels to 3"

Total depth, tagged bedrock at 35', no bedrock cuttings logged



Monitor Well Log

Hole Name: AVF2-4

Billings, Montana Client: Arch Coal

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 32; N

485129.2 E 2813441.03

Location Description: AVF2 south of cemetary

near south edge of Trusler meadow Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Total Depth Drilled (ft): 32

Hole Diameter (in): 8"

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-32 Surface Casing Used? Υ 8" steel +2.5-2.5 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 22-32

Sand Pack? 10/20 silica sand 17-32 Bentonite Chips Annular Seal? +1-9

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air Rotary

Water Samples Taken? N Boring Samples Taken? N

Northing: 485129.2 Easting: 2813441.03

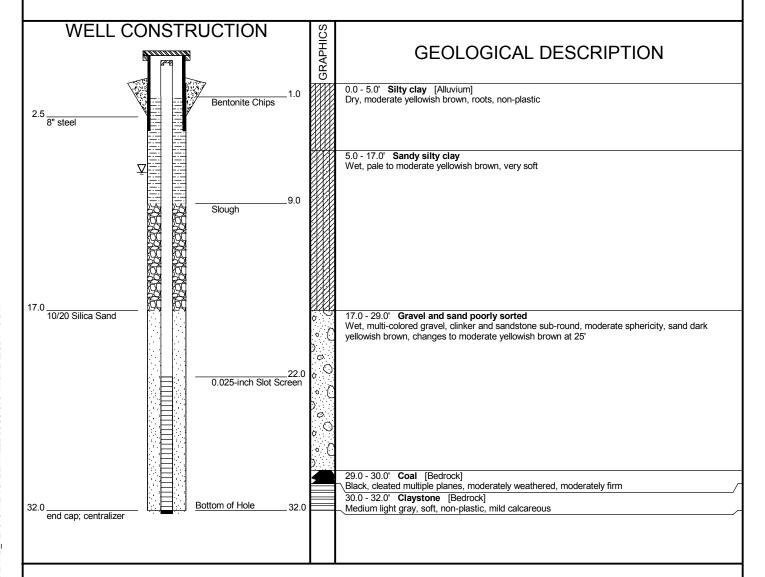
Static Water Level Below MP: 8.96 Surface Casing Height (ft): 2.60

Date: 1/28/2011 Riser Height (ft): 2.29

MP Description: Top PVC Ground Surface Elevation (ft): 3004.56

MP Height Above or Below Ground (ft): 2.29 MP Elevation (ft): 3006.85

Remarks: Drive 8" steel casing 32', pull casing out 5', drill in casing with 7 7/8" bit. SC=5000 \(\text{µmhos/cm,pH=7.78}, \) temp=11.8° C, yield = 10-15 gpm. Hole sloughed from 9-17'





Billings, Montana

Monitor Well Log

Hole Name: AVF2-5

Date Hole Started: 1/28/2011 Date Hole Finished: 1/28/2011

INTERVAL

+2-20

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 32; N 485120.1, E 2813077.86

Location Description: Trusler meadow south of

cemetary

Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 20

| WELL COMPLETION | <u>Y/N</u> | DESCRIPTION |
|----------------------|------------|------------------|
| Well Installed? | Υ | 4.5" Sch 40, PVC |
| Surface Casing Used? | Υ | 8" steel |

+2-3 Screen/Perforations? Υ 0.025-inch slot, Sch 40 PVC 15-20 Sand Pack? 10/20 silica sand 10-20 Bentonite Chips Annular Seal? 4-10

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 485120.1 Easting: 2813077.86

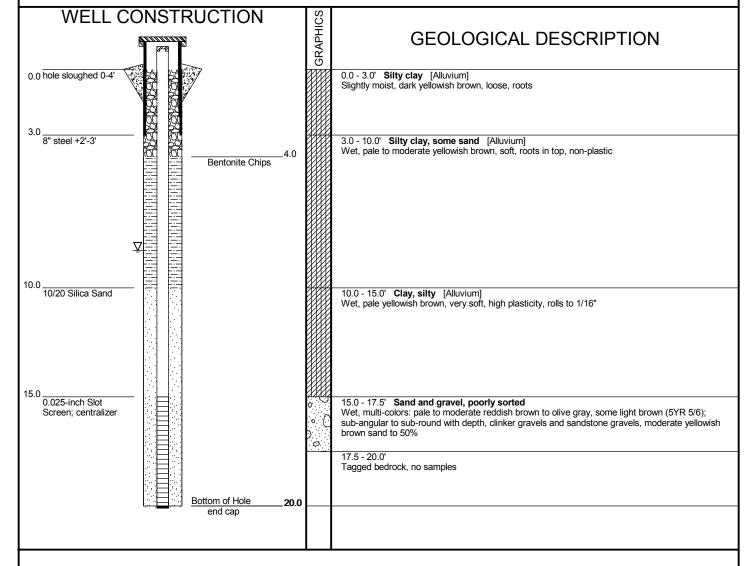
Static Water Level Below MP: 9.94 Surface Casing Height (ft): 1.92

Date: 1/28/2011 Riser Height (ft): 1.65

MP Description: Top PVC Ground Surface Elevation (ft): 3005.62

MP Height Above or Below Ground (ft): 1.65 MP Elevation (ft): 3007.28

Remarks: Drilled to 19' with 7 7/8" bit, hole collapsed to 17.5', 4.5" casing pushed through sloughed material to total cased depth of 17.5', fines getting through screen, bottom cap broken, casing pulled, re-drilled to 20' inside 8" casing. SC=4400 µmhos/cm, pH=8.10, temp=14.3° C, yield= 2-4 gpm after development, still some fines through screen.





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF2-6

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 33; N

485180.63, E 2815413.49

Location Description: AVF2 - south of cemetary

Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 47 WELL COMPLETION Y/N **DESCRIPTION INTERVAL**

8" steel open bottom Well Installed? +3-44 Surface Casing Used? 8" steel Υ +3-44

Screen/Perforations? N

Sand Pack? Ν

Υ Annular Seal? Bentonite Chips annulus - drill/drive

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 485180.63 Easting: 2815413.49

Static Water Level Below MP: 6.19 Surface Casing Height (ft): 2.86

Date: 2/11/2011 Riser Height (ft):

MP Description: Top of Steel Ground Surface Elevation (ft): 3010.11

MP Height Above or Below Ground (ft): 2.86 MP Elevation (ft): 3012.97

Remarks: Drill and drive 8" steel casing to 44', 7 7/8" drag bit. SC=2000 µmhos/cm, pH=8.13, temp=10.2°C, open hole yields ~150 gpm

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' Silt [Colluvium] Dry, pale yellowish brown, moderately loose to weakly cemented, roots Bentonite Chips (7/8") 3.0 - 5.0' Silty clay [Alluvium/Colluvium] poured during Moist, medium gray and brownish gray with light brown (5YR 5/6) mottles, non-plastic, moderately drill/drive 5.0 - 16.0' Silty, sandy, clay [Colluvium/Alluvium] Very moist to wet at 7', very plastic (rolls to 1/16") to moderately plastic with depth, becomes very sandy at 10', moderate yellowish brown with some light brown (5YR 5/6) and medium gray (N4) 16.0 - 24.0' Gravel, sandy, clayey, poorly sorted [Alluvium] Wet, moderate to dark yellowish brown fines, clinker gravels with gravels to 1" at 16-24', very loose Ø \mathcal{C} 24.0 - 47.0' **Gravel, sandy** Less sand (-5%) with depth, gravels to 3" at 24' - gravels = clinker, coal, sandstone; sub-rounded, low to moderate sphericity. Very sandy again at 36'-41', dark yellowish brown sand No sand at 40'-46', gravels to 6", hole stays open O. Bedrock at 46', claystone?, no sample returns, total depth at 47' 0 8" steel +3' - 44 Bottom of Hole



Monitor Well Log

Hole Name: AVF3-1 Date Hole Started: 11/10/10 Date Hole Finished: 11/12/10

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15; N470051.63 E2823451.75

Billings, Montana

Location Description: 50 yards East of Otter Creek, 52.5 yards West of well C-4 Recorded By: AJH

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 103

| WELL COMPLETION | Y/N | DESCRIPTION | INTERVAL |
|----------------------|-----|-------------------------------|----------|
| Well Installed? | Υ | 6-inch Sch 40, PVC | +1-58 |
| Surface Casing Used? | Υ | 8" steel | 0-40 |
| Screen/Perforations? | Υ | 0.025-inch slot, Sch 40 PVC | 38-58 |
| Sand Pack? | Υ | natural and 10/20 silica sand | 7-58 |
| Annular Seal? | Υ | Bentonite Chips | 0-7 |
| Surface Seal? | Υ | Concrete Pad | |
| | | | |

DEVELOPMENT/SAMPLING

Well Developed? Air Lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 470051.63 Easting: 2823451.75

Static Water Level Below MP: 9.8 Surface Casing Height (ft): 1.22

Date: 11/12/2010 Riser Height (ft): 1.18

MP Description: Top PVC Ground Surface Elevation (ft): 3050.97

MP Height Above or Below Ground (ft): 1.18 MP Elevation (ft): 3052.14

Remarks: Drill to 10', drive 8" steel, advance 40', drilled out; add more steel drive to 59' bgs then to 79' then to 98'. Very high sediment load in cuttings, strong H2S odor; SC=2910 µmhos/cm, pH=8.56. Plug back pull casing to 60'. 30-40 gpm after completion

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' Silt, clayey [Topsoil] Dry to moist, moderate yellowish brown (10YR 5/4), calcareous, non-cohesive, few roots Bentonite Chips 3.0 - 7.0 Clay, silty [Colluvium] Natural and 10/20 Very moist, moderate yellowish brown (10YR 5/4), weakly cohesive, calcareous, very soft, no roots, rolls 1/8" thread Silica Sand 7.0 - 15.5° Clay, some silt (5-10%) [Colluvium] Very moist to wet, dark yellowish brown (10YR 4/2), cohesive, rolls thread to 1/16", calcareous 15.5 - 27.0' Sandy, silty gravel [Alluvium] Wet, variable colors, majority of gravel is angular to sub-rounded clinkers, some coal fragments, very gravely, very poorly sorted, more sandy at 25', back to gravel at 27' 27.0 - 40.0' Sandy, silty gravel [Alluvium] Wet, variable colors, rock fragments, sandstone, siltstone, and clinker, very poorly sorted, angular to well rounded 38.0 40.0 6" 0.025-inch slot 8" Steel 40.0 - 60.0' Sandy, silty gravel [Alluvium] Wet, variable colors, 5% coal fragments, silt and clay increases at 47'-49', coal 10% up to 3" in length at 60', more angular cuttings .58.0 end cap 60.0 - 65.0' Gravel mostly comprised of coal - 90% 65.0 - 85.0' Sand, loose, silty [Alluvium] Flowing sand, very loose, liquifiable?, dark yellowish brown (10YR 4/2) cuttings contain 50% fine quartz sand and 50% coal flakes, quartz grain sub-angular to sub-rounded suggesting sandstone 85.0 - 97.0' Coal Cleated 3x, very soft, fragments to 3", may be in place, some sand 97.0 - 100.0' Clay Olive black (5Y 2/1), fat, cohesive, very soft Bottom of Hole 103. 100.0 - 101.0' Claystone Bentonite Plug Greenish gray (5GY 6/1), soft, non-calcareous, well blowing 600gpm at 100-101



Y/N

Υ

Billings, Montana

Monitor Well Log

Hole Name: AVF3-2

Date Hole Started: 11/12/10 Date Hole Finished: 11/12/10

INTERVAL

0-59

37-57

41-56

0-16

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties

Legal Description: T4S, R45E, Sec. 15; N 470043.96, E 2823459.65

Location Description: 55 yards East of Otter

Creek; 10' East of well AVF3-1 Recorded By: AJH

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium Hole Diameter (in): 8" Total Depth Drilled (ft): 59 Screen/Perforations? 0.025-inch slot, Sch 40 PVC Sand Pack? 10/20 silica sand Bentonite Chips Annular Seal?

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

WELL COMPLETION

Surface Casing Used?

Well Installed?

Well Developed? Air Rotary

Water Samples Taken? N Boring Samples Taken? N

Northing: 470043.96 Easting: 2823459.65

Static Water Level Below MP: 9.6 Surface Casing Height (ft): 1.69

Date: 11/12/2010 Riser Height (ft): 1.48

DESCRIPTION

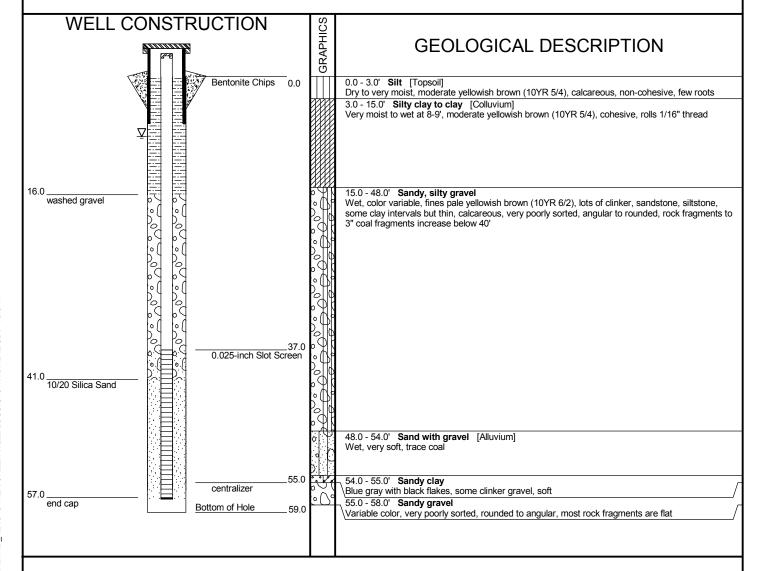
8" steel

4.5" Sch 40, PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3051.15

MP Height Above or Below Ground (ft): 1.48 MP Elevation (ft): 3052.64

Remarks: Air lift develop 15 minutes, clear, SC stable at 4800 µmhos/cm, pH 8.02, temp 9.3°C. Advanced steel to 60' by driving with casing hammer, drill out cuttings, install well, pull back steel.





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF3-3

Date Hole Started: 3/23/2011 Date Hole Finished: 3/23/2011

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15; N 469949.41, E 2823931.81 Location Description: AVF3 on Otter Creek

Alluvium; Easternmost well Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Client: Arch Coal

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium

Hole Diameter (in): 11"(0-30'), 8"(30-65')

Total Depth Drilled (ft): 65

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-65 8" steel Surface Casing Used? Υ +2-5 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 35-65 Sand Pack? 10/20 silica sand 25-65 Annular Seal? Bentonite Chips +1-18 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 469949.41 Easting: 2823931.81

Static Water Level Below MP: 21.55 Surface Casing Height (ft): 1.92

Date: 3/23/2011 Riser Height (ft): 1.57

MP Description: Top PVC Ground Surface Elevation (ft): 3062.45

MP Height Above or Below Ground (ft): 1.57 MP Elevation (ft): 3064.02

Remarks: Drill to 30' with 7 7/8" bit, ream out with 12" bit, drive 8" steel to 58', drill out with 4" bit to 60', drive 8" steel to 65', bentonite poured with steel. Hole sloughed when steel pulled back from 18'-25' bgs, developed with rig air. After development SC=4290 µmhos/cm, pH=8.03, temp=9.9°

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 1.0' Silty clay [Topsoil] Noist, moderate yellowish brown, loose to moderately cohesive, roots of grass and shrubs 0.0 8" steel +2-5 Bentonite Chips 1.0 - 10.0' **Silty clay** [Colluvium] Dry, grayish orange, loose, non-plastic 10.0 - 15.0' Silty clay Slightly moist, pale to moderate yellowish brown, non-plastic 15.0 - 23.0' Clay, silty [Colluvium] Very moist, moderate yellowish brown, moderate to high plasticity with moisture increase, moisture increases with depth; wet at 18', trace of sand at 10', injecting water at 20' 18.0 hole sloughed 23.0 - 25.0' Sand [Alluvium] fine to medium grained, wet, pale to moderate yellowish brown, very loose 10/20 Silica Sand 25.0 - 51.0' Sand and gravel [Alluvium] poorly sorted (50/50), wet, pale to moderate yellowish brown sand with light brown and moderate orange pink gravel, gravel is clinker origin, flat, sub-angular to sub-round, hard Gravels up to 3" at 35', less flat, medium sphericity Clay stringer at 50', fines (clay and sand) chage color to dark yellowish brown 35.0 0.025-inch Slot Screen 51.0 - 52.0' **Gravel (sand 20%)** [Alluvium] Wet, pale to dark yellowish brown and grayish orange sandstone gravels, light brown clinker gravels up to 3", cleaner than above centralizer 52.0 - 64.0' Sand, fine to medium, some silty clay [Alluvium] Moderate to pale yellowish brown, very loose, soft; coarse sand and gravels (up to 2") of sandstone origin at bedrock contact Bottom of Hole 65.0 64.0 - 65.0' Coal [Bedrock] end cap Wet, black, hard, very cleated (Upper Knobloch?)



Monitor Well Log

Hole Name: AVF3-4

Date Hole Started: 8/23/11 Date Hole Finished: 8/23/11

Billings, Montana
Client: Arch Coal

Project: Otter Creek Mine Permit (10068)

County: Powder River State: Montana

Property Owner: Great Northern Properties

Legal Description: T4S, R45E, Sec. 15; N

470334.06, E 2822621.16

Location Description: AVF3 Battery near

Badgett place Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin
Drilling Method: Air Rotary
Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aquifer: Otter Creek Alluvium Hole Diameter (in): 11" (0'-18'), 8" (18'-56')

Total Depth Drilled (ft): 56

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-46 8" steel Surface Casing Used? Υ +2-4 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 26-46 Sand Pack? 10/20 Silica Sand 10.5-18 Annular Seal? Bentonite Chips +1-10.5 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Y Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 470334.06 Easting: 2822621.16

Static Water Level Below MP: 6.79 Surface Casing Height (ft): 2.26

Date: 9/13/2011 Riser Height (ft): 2.03

MP Description: Top PVC Ground Surface Elevation (ft): 3043.38

MP Height Above or Below Ground (ft): 2.03 MP Elevation (ft): 3045.42

Remarks: Drilled to 18' with 10 7/8" drag bit, set 51' of 8" steel. Drilled out with 7 7/8" bit to 56'. Pulled steel to complete well in alluvium. Hole sloughed from 46'-56' bgs below casing; and hole sloughed from 18'-46' around casing. Blow with rig air to develop; after development SC= 4800 µmhos/cm, pH= 8.05, temp= 12.3°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 10.0' Silty clay [Colluvium] Bentonite Chips Moist to wet, pale to moderate yellowish brown, loose to dense, plastic, roots; injecting water at 5' 8" steel 10.0 - 19.0' Clay, silty/sandy, some gravels 10/20 Silica Sand Wet, moderate yellowish brown, plastic, very loose 18.0 hole sloughed around 19.0 - 33.0' Sand and gravel casing Wet, moderate yellowish brown fines with multi-colored (e.g. light brown, moderate reddish brown) clinker gravels and sandstone gravels (poorly sorted 50/50), very loose; gravels to 2" at 19', increase to 4" at 30'; some clay from 19'-25' 26.0 0.025-inch Slot Screen Ø Δ 33.0 - 50.0' Thermally altered shale [Clinker] Λ Wet, moderate red and moderate reddish brown, some pale yellowish orange (10YR 8/6), in place very hard, cobble size to 6", sub-angular to angular. At 46'-50' very hard shale, light bluish Δ gray, light brownish gray, and grayish purple Δ Δ Δ Δ 46.0 end cap; centralizer Δ Δ 50.0 - 56.0' Coal [Top of Knobloch Coal] Wet, black (N1), hard, cleated Bottom of Hole 56.0 hole sloughed



Billings, Montana

Monitor Well Log

Hole Name: AVF3-P1

Date Hole Started: 8/15/13

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15, NW1/4; N 470024.461, E 2823417.91 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz

Drilling Method: Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 2 1/8" Total Depth Drilled (ft): 12 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 3/4", flush threaded, Sch 40, PVC Well Installed? +2.82-12 Surface Casing Used? Υ 4" steel +2.82-2.18

Screen/Perforations? 0.010-inch slot, 3/4" pre-pack 7-12 Sand Pack? 20/30 Silica Sand 3-12 Annular Seal? 3/8" Bentonite Chips +1-3

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 470024.461 Easting: 2823417.908

Static Water Level Below MP: 10.95 Surface Casing Height (ft): 2.82

Date: 8/28/2013 Riser Height (ft): 1.62

MP Description: Top PVC Ground Surface Elevation (ft): 3050.069

MP Height Above or Below Ground (ft): 1.62 MP Elevation (ft): 3051.69

Remarks: Direct Pushed pilot hole to 14'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 5' and direct pushed to 12'. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 sand pack is 3'-12'.

WELL CONSTRUCTION GRAPHICS 4" Steel 0.0 $0.5 \frac{}{3/8"}$ Bentonite Chips Concrete Pad 20/30 Silica Sand 3/4" 0.010 Slot Pre-Pack Screen Bottom of Hole 12.0 end cap

GEOLOGICAL DESCRIPTION

0.0 - 4.0' Clay

dry; pale yellowish brown; moderatly loose; trace sand; roots

4.0 - 13.0' Silty Sandy Clay

dry to very moist; moderate yellowish brown; loose; very sandy from 12'-13'

13.0 - 14.0' Sandy Gravel

wet; light brown to moderate yellowish brown; clinker gravel up to 3/4" in size



Hydrometrics, Inc. 2 Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF3-P2

INTERVAL

+1.89-3.11

+1.89-12

7-12

4-12

+1-4

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15, NW1/4; N 470133.416, E 2823054.21 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 6 1/4" Total Depth Drilled (ft): 12 WELL COMPLETION Y/N **DESCRIPTION** 1-inch, flush threaded, Sch 40, PVC Well Installed?

Surface Casing Used? Υ 4" steel

Screen/Perforations? Sand Pack? Annular Seal?

0.020-inch slot, 1"x 2" field pack 10/20 Silica Sand 3/8" Bentonite Chips

Concrete Pad

DEVELOPMENT/SAMPLING

Surface Seal?

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 470133.416 Easting: 2823054.211

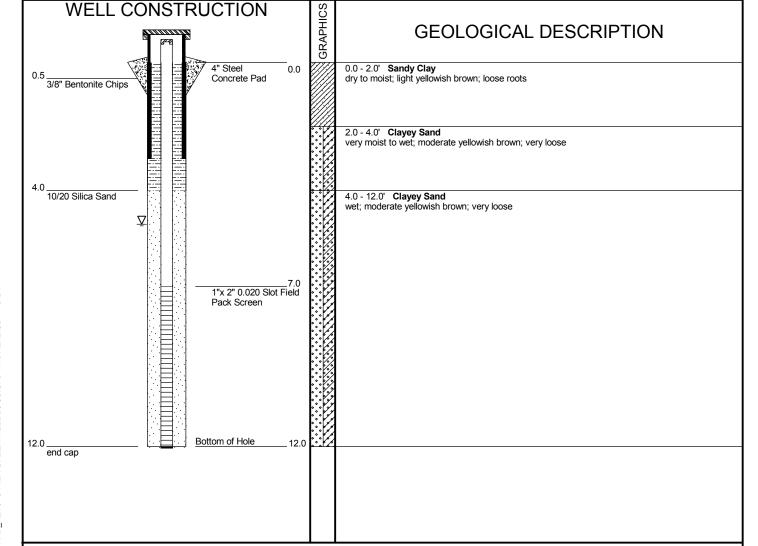
Static Water Level Below MP: 6.77 Surface Casing Height (ft): 1.89

Date: 8/28/2013 Riser Height (ft): 1.72

MP Description: Top PVC Ground Surface Elevation (ft): 3045.329

MP Height Above or Below Ground (ft): 1.72 MP Elevation (ft): 3047.04

Remarks: Direct Pushed pilot hole to 12'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 3' and augered to 12'.





Monitor Well Log

Hole Name: AVF3-P3

INTERVAL

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15, NW1/4; N 470379.922, E2822669.47 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 6 1/4"

Total Depth Drilled (ft): 8

WELL COMPLETION Y/N **DESCRIPTION**

1-inch, flush threaded, Sch 40, PVC Well Installed? +1.79-8.6 Surface Casing Used? Υ 4" steel +1.79-3.21 Screen/Perforations? 0.020-inch slot, 1"x 2" field pack 3.6-8.6

Sand Pack? 10/20 Silica Sand 3-8 Annular Seal? 3/8" Bentonite Chips +1-3

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 470379.922 Easting: 2822669.476

Static Water Level Below MP: 7.29 Surface Casing Height (ft): 1.79

Date: 8/28/2013 Riser Height (ft): 1.36

MP Description: Top PVC Ground Surface Elevation (ft): 3043.64

MP Height Above or Below Ground (ft): 1.36 MP Elevation (ft): 3044.99

Remarks: Direct Pushed pilot hole to 8'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 3' and augered to 8'. Well pushed in and completed at 8.6' below ground surface due to soft clay.

WELL CONSTRUCTION GRAPHICS **GEOLOGICAL DESCRIPTION** 0.0 - 4.0' **Sandy Clayey Silt** dry to moist; pale to moderate yellowish brown 4" Steel 0.0 Concrete Pad 3/8" Bentonite Chips 10/20 Silica Sand 3.6 1"x 2" 0.020 Slot Field Pack Screen 4.0 - 8.0' Clayey Sand wet; moderate yellowish brown; tagged gravel at 8'; 1/4" coal and clinker gravel ∇ Bottom of Hole 8.0 - 8.6' No Core Logged well advanced passed the drilled depth Bottom of well 8.6' end cap



Hole Name: AVF4-1

Monitor Well Log

Date Hole Started: 7/18/11 Date Hole Finished: 7/18/11

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461327.91, E 2825333.13 Location Description: Immediately West of

Otter Creek Recorded By: HJK

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Alluvium Hole Diameter (in): 8" Total Depth Drilled (ft): 35 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-34 Surface Casing Used? Υ 8" steel +2-3 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 21-34 Sand Pack? 10/20 silica sand 20-35 Bentonite Chips Annular Seal? 0-9

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 461327.91 Easting: 2825333.13

Static Water Level Below MP: 5.1 Surface Casing Height (ft): 1.84

Date: 7/18/2011 Riser Height (ft): 1.28

MP Description: Top PVC Ground Surface Elevation (ft): 3069.70

MP Height Above or Below Ground (ft): 1.28 MP Elevation (ft): 3070.98

Remarks: Hole collapsed at 9'-20'. Start air lift at 3:30 p.m., SC= 5350 µmhos/cm at 3:32 p.m.; SC= 5430 µmhos/cm at 3:40 p.m., slightly cloudy. Yield est. at 15-20 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 17.0' Silty clay <5% fine sand (orange red); soft; dry to moist at 4', adding water; dark yellowish brown (10YR 4/2), silty layer at 10'-12', pale yellowish brown (10YR 6/2) 8" steel hole collapsed 17.0 - 33.0' **Gravels** [Alluvium] Multi-color; flaggy angular to sub-rounded, matrix is dark yellowish brown (10YR 4/2); clinker gravels and sandstone, rounded cobbles 21.0 0.025-inch Slot Screen 33.0 - 34.0' **Weathered coal** [Bedrock] Black, dusky brown, oxidized 34.0 end cap Bottom of Hole 34.0 - 35.0' Coal [Bedrock] Hard, black cleated, glossy fracture planes



Monitor Well Log

16-26, 43-49

Hole Name: AVF4-2

Date Hole Started: 7/18/11

Billings, Montana

State: Montana

Client: Arch Coal

County: Powder River

mouth of Fortune Creek

Drilling Company: Askin Drilling

Purpose of Hole: Install Monitor Well

Drilling Method: Air Rotary Drilling Fluids Used: Water

Target Aguifer: Alluvium

Total Depth Drilled (ft): 55.5

Hole Diameter (in): 8"

Recorded By: HJK

Driller: Ron Askin

Project: Otter Creek Mine Permit (10068)

Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461411.75, E 2826300.08

Location Description: East end of AVF4 near

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-51 Surface Casing Used? 8" steel +2-3 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 31-51 Sand Pack?

10/20 silica sand Annular Seal? Bentonite Chips 0-16

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 461411.75 Easting: 2826300.08

Static Water Level Below MP: 12.9 Surface Casing Height (ft): 2.06

Date: 7/18/2011 Riser Height (ft): 1.93

MP Description: Top PVC Ground Surface Elevation (ft): 3076.20

MP Height Above or Below Ground (ft): 1.93 MP Elevation (ft): 3078.12

Remarks: Hole collapsed at 26'-43'. Gravels heaved to 49'. Start airlift at 6:00 p.m., SC=4250 µmhos/cm at 6:15p.m., stable.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 18.0' Clayey silt 0.0 Dry to 5', moist below, adding water; soft, moderate yellowish brown (10YR 5/4), orange oxidation staining at 5'-10' 8" steel 18.0 - 26.0° Silty clay [Alluvium] Slightly stiff, fine sand <10%, moderate yellowish brown (10YR 5/4) with medium gray layers 26.0 26.0 - 40.0' Clayey gravels [Alluvium] Some coarse sand (~10%); clinker gravels red orange, multi-color, poorly sorted; flaggy angular hole collapsed coal chunks in gravels at 35' to 40' 31.0 0.025-inch Slot Screen 40.0 - 55.0' Gravel with sand (10-15%) [Alluvium] Multi-color (moderate reddish orange/dusky yellow/moderate brown), poorly sorted, flaggy, sub-roundeded; clinker gravels, cobbles to 8" diameter, producing water 10/20 Silica Sand end cap Bottom of Hole 55.5 55.0 - 55.5' Coal [Bedrock] Hard, black, cleated



Monitor Well Log

Hole Name: AVF4-3

Billings, Montana

| Client: Arch Coal | | | | |
|--|--------|---------|--|--|
| Project: Otter Creek Mine Permit (10068) | | | | |
| County: Powder River | State: | Montana | | |
| Property Owner: Great Northern Properties | | | | |
| Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461198.56, E 2824564.14 Location Description: Just north of hay yard | | | | |

Recorded By: HJK

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aquifer: Alluvium Hole Diameter (in): 8" Total Depth Drilled (ft): 32

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVAL</u> |
|----------------------|------------|-----------------------------|-----------------|
| Well Installed? | Υ | 4.5" Sch 40, PVC | +2-32 |
| Surface Casing Used? | Υ | 8" steel | +2-5 |
| Screen/Perforations? | Υ | 0.025-inch slot, Sch 40 PVC | 19-32 |
| Sand Pack? | Υ | 10/20 silica sand | 17-32 |
| Annular Seal? | Υ | Bentonite Chips | 0-10 |

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 461198.56 Easting: 2824564.14

Static Water Level Below MP: 8.6 Surface Casing Height (ft): 2.09

Date: 7/19/2011 Riser Height (ft): 1.87

MP Description: Top PVC Ground Surface Elevation (ft): 3073.23

MP Height Above or Below Ground (ft): 1.87 MP Elevation (ft): 3075.1

Remarks: Hole collapsed at 10'-17'. Start airlift at 10:10 a.m., SC=4260 µmhos/cm at 10:20 a.m., stable.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 4.0' Silty clay Dry at surface to moist at 3'; very moist at 4'; moderate yellowish brown (10YR 5/4), roots, minor 2.0 very fine sand 8" steel 4.0 - 15.0' Clayey silt [Alluvium] Very moist, some very fine sand, moderate yellowish brown, adding water at 5' hole collapsed 15.0 - 18.0' Silty sand [Alluvium] Coarse with very fine clinker gravels 10/20 Silica Sand 18.0 - 21.0' Sandy gravels [Alluvium] Multi-color (blacks to reds); poorly sorted; flaggy, angular, upo to 4" diameter; sand 15%+ 0.025-inch Slot Screen 21.0 - 23.0' **Clay** [Alluvium] Stiff, moderate olive brown (5Y 4/4) 23.0 - 31.0' **Gravels** [Alluvium] Multi-color, overall color dark reddish brown (10R 3/4); average 1/2", sorted; little sand <5%; flaggy, sub-rounded 31.0 - 32.0' Coal [Bedrock] Bottom of Hole 32.0 Black, cleated, glossy end cap



Monitor Well Log

Date Hole Finished: 7/19/11

INTERVAL

+2-34 +2-3

17-34

17-34

0-8

Hole Name: AVF4-4

Date Hole Started: 7/19/11

Consulting Scientists and Engineers Billings, Montana

Client: Arch Coal

County: Powder River

Recorded By: HJK

Driller: Ron Askin

Drilling Company: Askin Drilling

Purpose of Hole: Install Monitor Well

Drilling Method: Air Rotary

Drilling Fluids Used: Water

Target Aquifer: Alluvium

Total Depth Drilled (ft): 34

Hole Diameter (in): 8"

Project: Otter Creek Mine Permit (10068)

Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461307.54, E 2825342.3

Location Description: 20 feet south of AVF4-1

WELL COMPLETION Y/N DESCRIPTION

Well Installed? Y 6" Sch 40, PVC

State: Montana Surface Casing Used? Y 8" steel

Screen/Perforations? Y 0.025-inch slot, Sch 40 PVC

SE, Sec. 27, Sand Pack? Y 10/20 silica sand

Surface Seal? N

Annular Seal?

Well Developed? Y Rig Air

Water Samples Taken? N
Boring Samples Taken? N

DEVELOPMENT/SAMPLING

Northing: 461307.54 Easting: 2825342.3

Static Water Level Below MP: 4.95 Surface Casing Height (ft): 1.72

Date: 7/22/2011 Riser Height (ft): 1.44

Bentonite Chips

MP Description: Top PVC Ground Surface Elevation (ft): 3069.45

MP Height Above or Below Ground (ft): 1.44 MP Elevation (ft): 3070.89

Remarks: Lithology based on well AVF4-1. After 10 minutes of development SC=6340 µmhos/cm, pH= 7.7, temp= 12.2°C. Hole collapsed at 8'-17'.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 17.0' Silty Clay <5% fine sand (orange red); soft; dry to moist at 4', adding water; dark yellowish brown (10YR 4/2), silty layer at 10'-12', pale yellowish brown (10YR 6/2) 2.0 <u>8" steel</u> hole collapsed 17.0 - 33.0' **Gravels** [Alluvium] Multi-color; flaggy angular to sub-rounded, matrix is dark yellowish brown (10YR 4/2); clinker gravels and sandstone, rounded cobbles 33.0 - 34.0' Weathered Coal [Bedrock] Bottom of Hole 34.0 34.0 10/20 Silica Sand Black, dusky brown, oxidized end cap at 34'



Monitor Well Log

Hole Name: AVF4-P1

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461128.44, E 2824540.89 Location Description: Near AVF4-3

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz

Drilling Method: Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 2 1/8" Total Depth Drilled (ft): 16

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVAL</u> |
|----------------------|------------|--|-----------------|
| Well Installed? | Υ | 3/4"-inch, flush threaded, Sch 40, PVC | +3.13-16 |
| Surface Casing Used? | Υ | 4" steel | +3.13-1.87 |
| Screen/Perforations? | Υ | 0.010-inch slot, 3/4" pre-pack | 11-16 |
| Sand Pack? | Υ | 20/30 Silica Sand | 5-16 |
| Annular Seal? | Υ | 3/8 Bentonite Chips | +1-5 |

DEVELOPMENT/SAMPLING

Surface Seal?

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 461128.447 Easting: 2824540.897

Static Water Level Below MP: 12.75 Surface Casing Height (ft): 3.13

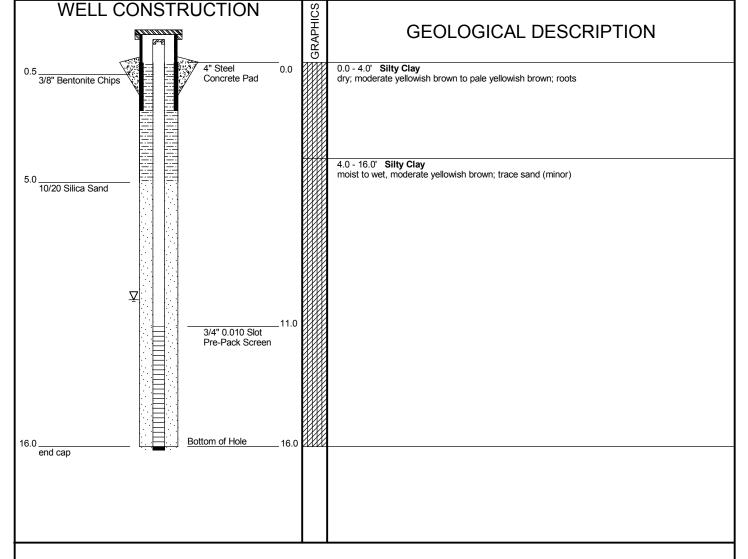
Date: 8/28/2013 Riser Height (ft): 2.87

Concrete Pad

MP Description: Top PVC Ground Surface Elevation (ft): 3074.143

MP Height Above or Below Ground (ft): 2.87 MP Elevation (ft): 3077.01

Remarks: Direct Pushed to 16'. Installed 3/4" well to 16'. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 sand pack is 5'-16'.





Monitor Well Log

Hole Name: AVF4-P2

INTERVAL

+1-3.5

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461288.85, E 2825354.32 Location Description: Near AVF4-1

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None Purpose of Hole: Install Monitor Well

Hole Diameter (in): 6 1/4"

Target Aquifer: Root Zone Ground Water

Total Depth Drilled (ft): 9

WELL COMPLETION Y/N **DESCRIPTION**

1-inch, flush threaded, Sch 40, PVC Well Installed? +1.94-9 Surface Casing Used? Υ 4" steel +1.94-3.06

Screen/Perforations? 0.020-inch slot, 1"x 2" field pack 4-9 Sand Pack? 10/20 Silica Sand 3.5-9

Annular Seal? 3/8 Bentonite Chips

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 461288.857 Easting: 2825354.322

Static Water Level Below MP: 7.50 Surface Casing Height (ft): 1.94

Date: 8/28/2013 Riser Height (ft): 1.78

MP Description: Top PVC Ground Surface Elevation (ft): 3069.489

MP Height Above or Below Ground (ft): 1.78 MP Elevation (ft): 3071.27

gravel at 12'; poorly sorted fine gravels to coarse sands

Remarks: Direct Pushed pilot hole to 12'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 5' and augered to 9'. Completed well at 9'.

WELL CONSTRUCTION GRAPHICS 4" Steel 0.0 $0.5 \frac{}{3/8"}$ Bentonite Chips Concrete Pad 10/20 Silica Sand 1"x 2" 0.020 Slot Field Pack Screen ∇ Bottom of Hole 9.0 9.0 end cap

GEOLOGICAL DESCRIPTION

0.0 - 12.0' Silty Clay dry to wet; moderate yellowish brown; some sand; loose; roots in upper interval; tagged sand and



Monitor Well Log

Hole Name: AVF4-P3

Date Hole Started: 8/16/13

Date Hole Finished: 8/16/13

+1-5

Billings, Montana

Client: Arch Coal

Project: Otter Creek Mine Permit (10068)

County: Powder River State: Montana

Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 27, NE1/4; N 461404.08, E 2826287.52

Location Description: East end of AVF4 near

mouth of Fortune Creek Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz

Drilling Method: Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well
Target Aquifer: Root Zone Ground Water
Hole Diameter (in): 6 1/4" (0'-3'); 2 1/8" (3'- 13')

Total Depth Drilled (ft): 13

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 3/4"-inch, flush threaded, Sch 40, PVC Well Installed? +2.73-13 Surface Casing Used? Υ 4" steel +2.73-2.27 Screen/Perforations? 0.010-inch slot, 3/4" pre-pack 8-13 Sand Pack? 20/30 Silica Sand 5-13

3/8 Bentonite Chips

Surface Seal? Y Concrete Pad

DEVELOPMENT/SAMPLING

Annular Seal?

Well Developed? Y Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 461404.088 Easting: 2826287.521

Static Water Level Below MP: 14.80 Surface Casing Height (ft): 2.73

Date: 8/28/2013 Riser Height (ft): 2.70

MP Description: Top PVC Ground Surface Elevation (ft): 3075.858

MP Height Above or Below Ground (ft): 2.70 MP Elevation (ft): 3078.56

Remarks: Direct Pushed to 13'. Installed 3/4" well to 13'. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 sand pack is 5'-13'.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 4" Steel 0.0 - 13.0' Silty Clay 0.0 $0.5 \frac{}{3/8"}$ Bentonite Chips Concrete Pad dry to wet; moderate yellowish brown 10/20 Silica Sand 3/4" 0.010 Slot Pre-Pack Screen $\bar{\Delta}$ Bottom of Hole 13.0 end cap



Monitor Well Log

Hole Name: AVF5-1

Date Hole Started: 3/4/2011 Date Hole Finished: 3/4/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 28; N

490143.03, E 2819641.79

Location Description: Home Creek on Trusler

property Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aquifer: Home Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 34 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-34 8" steel Surface Casing Used? Υ +2-4 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 24-34 Sand Pack? 10/20 silica sand 11-34 Annular Seal? Bentonite Chips +1-11

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 490143.03 Easting: 2819641.79

Static Water Level Below MP: 15.85 Surface Casing Height (ft): 1.98

Riser Height (ft): 1.65 Date: 3/4/2011

MP Description: Top PVC Ground Surface Elevation (ft): 3034.78

MP Height Above or Below Ground (ft): 1.65 MP Elevation (ft): 3036.43

Remarks: Drill to 20' with 7 7/8" drag bit, ream out with 9 7/8" drag bit, drive 8" steel to 34'. Yield ~7 gpm, developed with rig air for 20 minutes, SC=1540 µmhos/cm, pH=8.14, temp=12.7°C

WELL CONSTRUCTION GRAPHICS Bentonite Chips 8" steel +2 - 4 10/20 Silica Sand ∇ 0.025-inch Slot Screen; centralizer 24' Bottom of Hole 34.0 34.0 end cap

GEOLOGICAL DESCRIPTION

0.0 - 10.0' Silty clay and sand

Dry to moist with depth, pale yellowish brown to moderate brown (5YR 3/4) with depth (color change at 4'); trace gravel at 5', increasing with depth, roots to 5', loose, trace white calcareous precipitates throughout

10.0 - 15.0' Clayey, sandy, gravel

Moist, fines are moderate brown (5YR 3/4), gravels multicolored: pale yellowish orange (10YR 8/6), dark yellowish orange (10YR 6/6), moderate orange pink (10R 7/9). Gravels clinker origin, hard to very hard, flat to spherical, sub-angular to sub-round, (50% gravel/50% sandy clay), wet making water at 12.5

15.0 - 20.0' Clayey, sandy, gravel

As above, much less gravel, very loose/soft, possibly flowing

20.0 - 22.0' Sand and gravel poorly sorted

Wet, clinker gravels in moderate brown sand (55% sand) multicolored/hard

Wet, very plastic, very dense, trace small gravels and some very large cobbles at bottom of clay, some calcareous (one 7" cobble ejected from hole), mottled light gray (N7), light brown (5YR 6/4)

24.0 - 33.5' Sand and gravel poorly sorted

Wet, moderate brown sand (25% sand) with clinker gravels; gravels hard, multicolored: moderate reddish brown (10R 4/6), grayish brown (5YR 3/2), grayish orange (10YR 7/4), light brown (5YR 5/6). Baked shale and baked sandstone origin

33.5 - 34.0' Siltstone [Bedrock]

Dry, light olive gray (5Y 6/1), pale yellowish brown and dark yellowish orange with thin dark interbeds, laminated, non calcareous, soft to moderately firm, tagged coal, hard, black, in place at



Monitor Well Log

Hole Name: AVF5-2

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Client: Arch Coal

Legal Description: T3S, R45E, Sec. 28; N 489701.14, E 2819885.35 Location Description: AVF5 Section, Home

Creek on Trusler property Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Home Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 71

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVAL</u> |
|----------------------|------------|--------------------|-----------------|
| Well Installed? | Υ | 6-inch Sch 40, PVC | +2-71 |
| Surface Casing Used? | Υ | 8" steel | +2-3 |
| Screen/Perforations? | Υ | 6" 100-slot screen | 31-71 |
| Sand Pack? | Υ | 10/20 silica sand | 18-20 |
| Annular Seal? | Υ | Rentonite Chins | +1-18 |

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 489701.14 Easting: 2819885.35

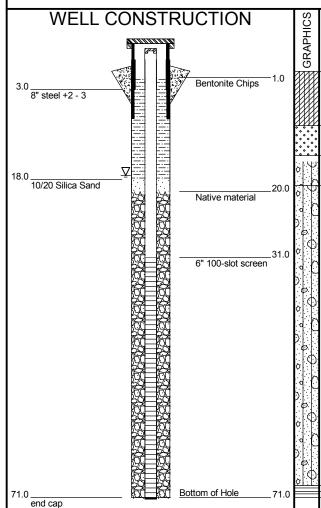
Static Water Level Below MP: 18.82 Surface Casing Height (ft): 1.94

Date: 7/6/2011 Riser Height (ft): 1.52

MP Description: Top PVC Ground Surface Elevation (ft): 3039.83

MP Height Above or Below Ground (ft): 1.52 MP Elevation (ft): 3041.35

Remarks: Drill to 20' with 7 7/8" bit, drive 8" steel to 70', drill pilot with 4" bit, inject water at 20', drill out with 7 7/8" bit, no sand filter pack in annulus from 20'-71'; native gravel sloughed around screen, SC=1960 µmhos/cm, pH=8.33, yield ~200 gpm



GEOLOGICAL DESCRIPTION

0.0 - 9.0' Silty clay [Alluvium]
Dry to slightly moist, moderate yellowish brown and pale yellowish brown, soft, loose

9.0 - 14.0' **Sand** [Alluvium]

Slightly moist, very fine to fine with depth, trace clinker gravels, moderate yellowish brown to moderate brown, loose

15.0 - 19.0' Sand and gravel [Alluvium]

Moist to very moist, sand loose, moderate brown, gravel to 25%, clinker origin, multicolored, hard, light brown, dark yellowish brown, flat, sub-angular

19.0 - 69.0' Sand and gravel (50/50) [Alluvium]
Very moist to wet, moderate brown (5YR 4/4) sand, loose, light brown (5YR 5/6) clinker gravel, flat, sub-angular to sub-round, size up to 1.5", baked sandstone and baked shale origin, colors more diverse with depth, some yellowish gray.

At 28' gravel fraction to 30%

At 30' sand fraction to 10%

At 35' more sand again (50%), gravel size increases to 3", colors more diverse with depth, some dark gray, some grayish red (5R 4/2).

At 55' gravels to 5", sand fraction to ~2%, then grinding on large boulder at 57', some coal gravel

69.0 - 70.0' Carbonaceous shale/junk coal

Dry, medium gray to dark gray, moderately firm, non-plastic, non-reactive with HCl

70.0 - 71.0' Claystone [Bedrock]

Dry, light olive gray to greenish gray, firm to stiff, moderately calcareous



Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF5-3

Date Hole Started: 3/9/2011

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Sec. 28; N 489716.27, E 2819885.12

Location Description: Adjacent to AVF5-2

Recorded By: LMJ

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Home Creek Alluvium

Hole Diameter (in): 8"

Total Depth Drilled (ft): 50

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-50 Surface Casing Used? 8" steel +2-3 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 20-50 Sand Pack? 10/20 silica sand 47-50, 18-19

Annular Seal? Bentonite Chips 0 - 18

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 489716.27 Easting: 2819885.12

Static Water Level Below MP: 18.68 Surface Casing Height (ft): 1.91

Date: 7/6/2011 Riser Height (ft): 1.64

MP Description: Top PVC Ground Surface Elevation (ft): 3039.59

MP Height Above or Below Ground (ft): 1.64 MP Elevation (ft): 3041.23

Remarks: Drill to 20', set 8" casing to 50' bsg, pull casing, hole caved to 19' bgs. Developed 30 minutes making ~25 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 9.0' **Silty clay** [Alluvium] Dry to slightly moist, moderate yellowish brown and pale yellowish brown, soft, loose Bentonite Chips 8" steel +2-3 9.0 - 14.0' **Sand** [Alluvium] Slightly moist, very fine to fine with depth, trace clinker gravels, moderate yellowish brown to moderate brown, loose 14.0 - 19.0' Sand and gravel [Alluvium] Moist to very moist, sand loose, moderate brown, gravel to 25%, clinker origin, multicolored, hard, ∇ light brown, dark yellowish brown, flat, sub-angular; fine to medium grained sand with 10% flat clinker pebbles to 1/2" at 19' 10/20 Silica Sand 19.0 20.0 hole sloughed - native 19.0 - 50.0' Gravel, very coarse [Alluvium] 0.025-inch Slot Screen Very moist to wet, moderate brown (5YR 4/4) sand, loose, light brown (5YR 5/6) clinker gravel, flat, sub-angular to sub-round, size up to 1.5", baked sandstone and baked shale origin, some 10/20 Silica Sand 50.0 end cap



Monitor Well Log

Hole Name: AVF5-4

+1-25

Date Hole Started: 3/26/2011 Date Hole Finished: 3/26/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3, R45, Sec. 28; N

489376.30, E 2819988.69

Location Description: AVF battery near

Trusler's dike Recorded By:

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aquifer: Home Creek Alluvium

Hole Diameter (in): 8" Total Depth Drilled (ft): 74

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-74 Surface Casing Used? 8" steel +2-5 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 54-74 Sand Pack? 10/20 silica sand 25-30, 72-74

Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 489376.3 Easting: 2819988.69

Static Water Level Below MP: 23.63 Surface Casing Height (ft): 2.31

Date: 3/26/2011 Riser Height (ft): 2.02

MP Description: Top PVC Ground Surface Elevation (ft): 3043.26

MP Height Above or Below Ground (ft): 2.02 MP Elevation (ft): 3045.28

Remarks: Hole sloughed 30'-72' when steel pulled back, clean gravel. Developed with rig air, yield ~100 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel +2-5 0.0 - 10.0' Silty clay Bentonite Chips Dry to wet with depth, pale yellowish brown, plasticity none to slight with moisture and depth 10.0 - 25.0' Sand, clayey, trace gravel with depth Wet, pale yellowish brown, moderately dense to dense 25.0 - 45.0' Sand and gravel, poorly sorted, sand 50% to 20% with depth Wet, pale yellowish brown sand (fine to medium) with multi-colored clinker gravels, sub-round, up 10/20 Silica Sand hole sloughed Gravel, some sand 20% to 2% with depth, sand from fine to coarse with depth [Alluvium] Wet, clinker origin to 5" and sandstone/shale origin; sub-round to sub-angular, flaggy to moderately spherical 54.0 0.025-inch Slot Screen centralizer 71.0 - 74.0' **Shale** [Bedrock] 74.0 10/20 Silica Sand Bottom of Hole Dry, carbonaceous olive gray and olive black to non-carbonaceous medium light gray then light end cap olive gray at Total Depth, firm



Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF5-4A

Client: Arch Coal WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed?

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Section 28; N45.54254, E-106.17493

Location Description: South side Home Creek

Recorded By: LMJ

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Home Creek Alluvium

Hole Diameter (in): 8"

Total Depth Drilled (ft): 28

NA Surface Casing Used? NA Screen/Perforations? N NA Sand Pack? NA Annular Seal? Ν NA Surface Seal? Bentonite Chips 0-28 **DEVELOPMENT/SAMPLING** Well Developed?

Water Samples Taken? N Boring Samples Taken? N

Easting: 2820071.376 Northing: 489085.724

Static Water Level Below MP: Surface Casing Height (ft):

Date: Riser Height (ft):

MP Description: Ground Surface Elevation (ft): 3047.031

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: Lost 20' of 8" steel down hole; rig slid off of jacks. ABANDONED HOLE, filled with 18 bags of 3/8" bentonite chips

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 3/8" Bentonite Chips 0.0 - 2.0' Silt and Sand [Alluvium] dry, yellow brown 2.0 - 16.0' Clay with Silt [Alluvium] moist, light brown, cuttings returned in balls 16.0 - 22.0' Sand and Silt [Alluvium] (50/50), damp 22.0 - 28.0' Silty Sand [Alluvium] Bottom of Hole Sand and Gravel (10%) [Alluvium] red brown clinker chips to 1", total depth before plugging and abandoning



Y/N

Υ

Monitor Well Log

Hole Name: AVF5-5

Surface Casing Height (ft): 1.77

Riser Height (ft): 1.49

Billings, Montana

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Date Hole Started: 3/9/2011 Date Hole Finished: 3/9/2011

INTERVAL

+2-46

+2-3

41-46

21-46

0-21

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: J. Trusler

Legal Description: T3S, R45E, Section 28; N

489085.72, E 2820071.38

Location Description: South end of AVF cross

section, on south side of creek

Recorded By: LMJ

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Hole Diameter (in): 8" Total Depth Drilled (ft): 46

Target Aquifer: Home Creek Alluvium

Northing: 489085.72 Static Water Level Below MP: 26.19 Date: 7/6/2011

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

MP Description: Top PVC Ground Surface Elevation (ft): 3047.03

Easting: 2820071.38

MP Height Above or Below Ground (ft): 1.49 MP Elevation (ft): 3048.52

DESCRIPTION

8" steel

Rig Air

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

0.025-inch slot, Sch 40 PVC

Remarks: Set 5' screen (41'-46'), sand pack to 35', pull casing, sand settled to 38', add sand pack to 21', bentonite to 2'.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 14.0' Clayey silt with find grained sand [Alluvium/Colluvium] 3.0 8" steel (+2' - 3') 14.0 - 25.0' Silt with fine grained sand dry, Light brown 10/20 Silica Sand ∇ 25.0 - 38.5' Sand Wet, medium grained, well sorted, first water at 25' 38.5 - 40.0' Sand and gravel Medium grained sand (20%); rusty red, sub-angular, flat chips of shale gravel (60-80%) 41.0 40.0 - 44.5' Gravel 0.025-inch Slot Screen Sub-angular to sub-rounded clinker cobbles to 4" (>5%), medium grained sand (>10%) and flat rusty brown shale chips (70%) 44.5 - 46.0' Mudstone [Bedrock] Bottom of Hole light gray, soft end cap



Billings, Montana

Monitor Well Log

Hole Name: AVF6-1

Date Hole Started: 8/18/11

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 10; N 477256.84, E 2822637.93 Location Description: AVF6 on old Gratwohl

property on Three Mile Creek Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aguifer:

Hole Diameter (in): 8" Total Depth Drilled (ft): 50 **WELL COMPLETION** Y/N **DESCRIPTION INTERVAL** 8" steel open bottom Well Installed? +2-40 Surface Casing Used? 8" steel +2-40

Screen/Perforations? Sand Pack? Ν Annular Seal? Ν Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

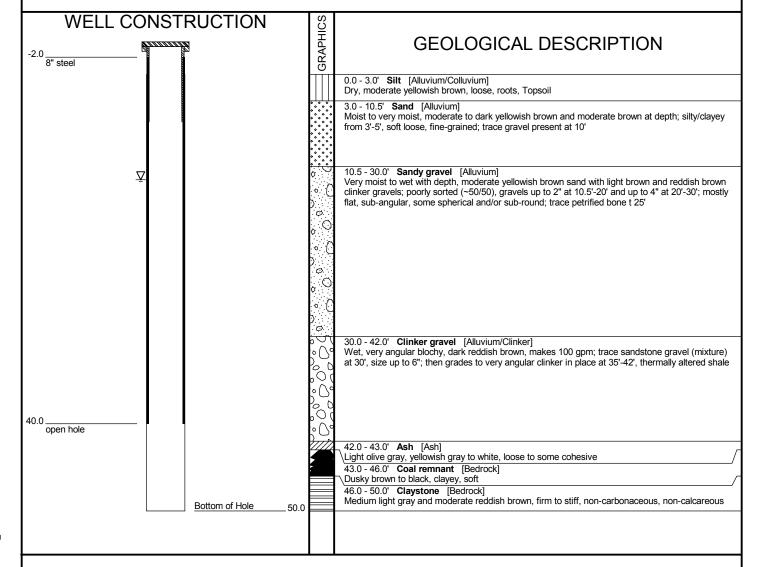
Northing: 477256.84 Easting: 2822637.93

Static Water Level Below MP: 14.1 Surface Casing Height (ft): Date: 8/18/2011 Riser Height (ft): 2.05

Ground Surface Elevation (ft): 3038.31 MP Description: Top of Steel

MP Height Above or Below Ground (ft): 2.05 MP Elevation (ft): 3040.36

Remarks: Drove 8" steel to 48', drilled to 36' with 4" bit. Drove 8" steel to 47', drilled out with 7 7/8" bit to 50'. Pulled steel back to 40' bgs. Developed with rig air at 20' bgs; SC=4000 µmhos/cm, pH= 8.27, temp= 11.1°C, open hole yield= 100+ gpm. Blew on open hole at AVF6-2 approximately 10' away (~300 gpm), SWL dropped 0.4' - H_0 =14.1 and H_a =14.5





Monitor Well Log

Hole Name: AVF6-2

Date Hole Started: 8/19/11 Date Hole Finished: 8/19/11

+1-10

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Billings, Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 10; N 477271.83, E 2822635.14

Location Description: AVF6 on old Gratwohl

property on Three Mile Creek Recorded By: RJL

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary

Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aguifer:

Hole Diameter (in): 8" Total Depth Drilled (ft): 40 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-40 8" steel Surface Casing Used? Υ +2-3 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 20-40 Sand Pack? 10/20 Silica Sand 32-40, 10-15

Annular Seal? Bentonite Chips Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2822635.14 Northing: 477271.83

Static Water Level Below MP: 14.07 Surface Casing Height (ft): 2.06

Date: 8/18/2011 Riser Height (ft): 1.74

MP Description: Top PVC Ground Surface Elevation (ft): 3038.36

MP Height Above or Below Ground (ft): 1.74 MP Elevation (ft): 3040.09

Remarks: Lithology based on AFV6-1, cuttings verified in field. Open hole to 20' with 9 7/8" bit. Drive 8" steel to 40' bgs. Set 40' of 4.5" PVC (20' screen), pour sand (3 bags) around bottom of screen and pull 8" steel. Developed with rig air, SC= 2520 µmhos/cm, pH= 8.25, temp= 13.2°C; SC rose to 3170 µmhos/cm after 20 minutes blowing at 20' bgs.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' Silt [Alluvium/Colluvium] 2.0 <u>8" steel</u> Bentonite Chips Dry, moderate yellowish brown, loose, roots, Topsoil 3.0 - 10.5' **Sand** [Alluvium] Moist to very moist, moderate to dark yellowish brown and moderate brown at depth; silty/clayey from 3'-5', soft loose, fine-grained; trace gravel present at 10' 10/20 Silica Sand 10.5 - 30.0' Sandy gravel [Alluvium] Very moist to wet with depth, moderate yellowish brown sand with light brown and reddish brown clinker gravels; poorly sorted (~50/50), gravels up to 2" at 10.5'-20' and up to 4" at 20'-30'; mostly flat, sub-angular, some spherical and/or sub-round; trace petrified bone t 25' ∇ 'n hole sloughed 0 20.0 0.025-inch Slot Screen 30.0 - 40.0' Clinker gravel [Alluvium/Clinker] Wet, very angular blochy, dark reddish brown, makes 100 gpm; trace sandstone gravel (mixture) 10/20 Silica Sand at 30', size up to 6"; then grades to very angular clinker in place at 35'-42', thermally altered shale Bottom of Hole 40.0 end cap; centralizer



Monitor Well Log

Hole Name: AVF6-3

+1-8

Consulting Scientists and Engineers Billings, Montana

Date Hole Started: 8/19/11 Date Hole Finished: 8/22/11

Client: Arch Coal
Project: Otter Creek Mine Permit (10068)
County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 10; N 477471.58, E 2822620.04

Location Description: AVF6 on old Gratwohl

property on Three Mile Creek Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aquifer: Three Mile Creek Alluvium

Hole Diameter (in): 8"
Total Depth Drilled (ft): 66

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 6-inch, Sch 40, PVC Well Installed? +2-66 Surface Casing Used? 8" steel +2-3 Υ Screen/Perforations? 0.050-inch slot, 6" PVC 36-66 Sand Pack? 10/20 Silica Sand 7-8

Bentonite Chips

Surface Seal? N
DEVELOPMENT/SAMPLING

Annular Seal?

Well Developed? Y Rig Air

Water Samples Taken? N
Boring Samples Taken? N

Northing: 477471.58 Easting: 2822620.04

Static Water Level Below MP: 12.77 Surface Casing Height (ft): 1.94

Date: 8/22/2011 Riser Height (ft): 1.64

MP Description: Top PVC Ground Surface Elevation (ft): 3036.94

MP Height Above or Below Ground (ft): 1.64 MP Elevation (ft): 3038.58

Remarks: Pulled 8" steel that was set during drilling; hole sloughed to 8' when pulled; set 6" PVC. Blew rig air to develop; SC= 3790 μmhos/cm, pH= 8.2, temp= 11.3°C, yield estimate ~100+ gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' **Silty clay** [Colluvium/Alluvium] Dry, pale yellowish brown (10YR 6/2), loose, soft, some roots Bentonite Chips 8" steel 5.0 - 9.0' Sand, trace gravel [Alluvium] Moist, moderate yellowish brown (10YR 5/4), loose, fine-grained 10/20 Silica Sand hole sloughed 9.0 - 30.0' Sand and gravel, poorly sorted (70% sand and 30% gravel) Moist, moderate yellowish brown (10YR 5/4) and moderate brown sand with light brown, dark yellowish orange (10YR 6/6) and moderate reddish orange (10R 6/6) gravel, loose, hard, clinker origin; grades 20% sand and 90% gravel at 15', gravels to 2", clinker and sandstone origin; sub-round, flat to medium sphericity, gravel to 6" at 20' Ø 30.0 - 64.0' **Gravel/clinker and sandstone origin** [Alluvium] Wet, pale yellowish brown (10YR 6/2), light brown, moderate reddish brown (10R 4/6) with light brownish gray (5YR 6/1) and grayish red purple (5RP 4/2) shale (altered shale). Increasing Δ Δ sandstone gravel at 35', sub-angular to sub-round, loose, flat to spherical 36.0 Δ 0.050-inch, 6" slot Δ screen Δ Δ Δ Δ Δ Λ Δ Δ Λ Δ 64.0 - 66.0' **Silty claystone** [Bedrock] Pale yellowish brown (10YR 6/2) grades to light olive gray (5Y 6/1) and very light gray (N8), moderately firm, moderate plasticity, rolls to 1/8", calcareous Bottom of Hole 66.0 end cap



Monitor Well Log

Hole Name: AVF6-4

Date Hole Started: 8/22/11 Date Hole Finished: 8/22/11

Billings, Montana

Client: Arch Coal

Project: Otter Creek Mine Permit (10068)

County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 3; N 477789.43, E 2822602.67

Location Description: AVF6 on Three Mile

Creek Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin
Drilling Method: Air Rotary

Drilling Fluids Used: Water
Purpose of Hole: Install Monitor Well

Target Aquifer: Three Mile Creek Alluvium

Hole Diameter (in): 8"

Total Depth Drilled (ft): 71

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-71 8" steel Surface Casing Used? Υ +2-3 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 31-71 Sand Pack? 10/20 Silica Sand 15-23 Annular Seal? Bentonite Chips +1-15

Surface Seal? N

<u>DEVELOPMENT/SAMPLING</u>

Well Developed? Y Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 477789.43 Easting: 2822602.67

Static Water Level Below MP: 23.00 Surface Casing Height (ft): 2.06

Date: 8/22/2011 Riser Height (ft): 1.81

MP Description: Top PVC Ground Surface Elevation (ft): 3046.46

MP Height Above or Below Ground (ft): 1.81 MP Elevation (ft): 3048.27

Remarks: Drill to 20' with 7 7/8" bit, drove 8" steel to 70', drill pilot with 3 7/8" bit. Ream out with 7 7/8" bit; 10/20 silica sand poured while driving 8" steel. Hole sloughed from 23'-71'. Developed with rig air; after development SC= 3770 µmhos/cm, pH= 8.18, temp= 13°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Silty clay [Colluvium/Topsoil] Dry, pale to moderate yellowish brown, roots, loose to moderately cohesive 2.0 8" steel Bentonite Chips 5.0 - 10.0' Silt, trace clay and very fine sand [Alluvium/Colluvium] Slightly moist, moderate yellowish brown, white precipitates, loose 10.0 - 15.0' Sandy clay [Alluvium/Colluvium] Moist, dark yellowish brown, plastic, rolls to 1/16", white precipitates, loose 10/20 Silica Sand 15.0 - 20.0' Silty sandy clay, very fine gravel sand [Alluvium/Colluvium] Moist, moderate yellowish brown to moderate brown, loose, moderate plasticity 20.0 - 21.0' Clayey sand and gravel, poorly sorted Wet, moderate yellowish brown fines, with light brown clinker gravels (80% fines 20% gravel), hole sloughed (native) very fine-grain sand; injecting water at 20' 21.0 - 66.0' Sand and gravel, poorly sorted [Alluvium] Wet, pale to medium yellowish brown sand with clinker and sandstone gravels (70% gravel 30% sand), gravels light brown, moderate reddish brown, and pale yellowish brown to dark gray, 31.0 sub-angular to sub-round, medium sphericity to flat, gravels up to 6" (cobbles); sand decreases 0.025-inch Slot Screen with depth <10%; clay stringer at 30' 61.0 centralizer 66.0 - 70.0' Siltstone/claystone [Bedrock] Dry, pale yellowish brown and light olive gray, dense, moderate firm to stiff, slightly plastic, Bottom of Hole 71.0 end cap



Monitor Well Log

Hole Name: AVF6-5

Billings, Montana

Date Hole Started: 8/23/11 Date Hole Finished: 8/23/11

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 10; N 477463.64, E 2822619.16

Location Description: AVF6 on old Gratwohl prop. on ThreeMile Creek paired with AVF6-3 Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aguifer:

Hole Diameter (in): 11" (0'-18'), 12" (18'-30')

Total Depth Drilled (ft): 30

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-30 8" steel Surface Casing Used? +2-4 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 25-30 Sand Pack? 10/20 Silica Sand 25-30, 10-13

Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 477463.64 Easting: 2822619.16

Static Water Level Below MP: 12.55 Surface Casing Height (ft): 2.14

Date: 9/15/2011 Riser Height (ft): 1.68

MP Description: Top PVC Ground Surface Elevation (ft): 3036.69

MP Height Above or Below Ground (ft): 1.68 MP Elevation (ft): 3038.37

Remarks: Lithology based on well AFV6-3, cuttings verified in field. Drill to 18' with 10 7/8" drag bit, set 30' of 8" steel casing. Drill out with 7 7/8" drag bit. Hole sloughed around casing at 13'-25'. Blew with rig air once completed; after development SC= 3600 µmhos/cm, pH= 8.1, temp= 15.0°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' **Silty clay** [Colluvium/Alluvium] Dry, pale yellowish brown (10YR 6/2), loose, soft, some roots 2.0 <u>8" steel</u> 5.0 - 9.0' Sand, trace gravel [Alluvium] Moist, moderate yellowish brown (10YR 5/4), loose, fine-grained 9.0 - 30.0' Sand and gravel, poorly sorted (70% sand and 30% gravel) Moist, moderate yellowish brown (10YR 5/4) and moderate brown sand with light brown, dark ∇ yellowish orange (10YR 6/6) and moderate reddish orange (10R 6/6) gravel, loose, hard, clinker origin; grades 20% sand and 90% gravel at 15', gravels to 2", clinker and sandstone origin; sub-round, flat to medium sphericity, gravel to 6" at 20' 13.0 \mathbf{C} hole sloughed around casing 25.0 0.025-inch Slot Screen Bottom of Hole 30.0 30.0 10/20 Silica Sand end cap at 30'



Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF6-PH1

Date Hole Started: 8/22/11 Date Hole Finished: 8/22/11

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 3; N 478147.3, E 2822469.1

Location Description: AVF6 on Three Mile Creek

Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Define Alluvial Valley Floor Target Aquifer: Three Mile Creek Alluvium Hole Diameter (in): 11" (0'-18'), 8" (18'-45')

Total Depth Drilled (ft): 45

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? NA Surface Casing Used? Ν NA Screen/Perforations? N NA Sand Pack? Ν NA Annular Seal? Ν NA Surface Seal? Bentonite Chips 0-45 **DEVELOPMENT/SAMPLING** Well Developed? Water Samples Taken? N Boring Samples Taken? N

Northing: 478147.3 Easting: 2822469.1

Static Water Level Below MP: Surface Casing Height (ft): NA

Riser Height (ft): NA Date:

MP Description: Ground Surface Elevation (ft): 3047.46

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: Open hole with 10 7/8" bit to 18', drive 8" steel to 45', pulled steel, plugged hole with 3/8" bentonite chips.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 10.0' Silty clay [Colluvium] Dry to moist at 3', pale yellowish brown to grayish orange, moderate plasticity, rolls to 1/8", loose Bentonite Chips 0.0 to trace cemented, roots; trace white precipitates at 5'-10', becomes sandy at 10', very fine-grain 10.0 - 19.0' **Sand, silty clayey** [Colluvium] Moist, moderate yellowish brown, trace coarse sand or fine gravel size clinker fragments; loose, sand is fine-grain 19.0 - 26.0' Sand and gravel, poorly sorted Moist, moderate yellowish brown to moderate brown fines, with light brown and moderate reddish brown clinker gravels, flat, sub-angular to sub-round (80 % fines, 20% gravel at 19') C 26.0 - 40.0' Gravel, some sand <10% [Alluvium] Wet, multi-colored: pale yellowish brown, dark gray, light brown, cobble size up to 8", clinker and sandstone origin; sub-angular, moderate sphericity 40.0 - 45.0' **Siltstone, clayey** [Bedrock] Dry, pale yellowish brown to light olive gray, dense, moderately firm to stiff, non-plastic to mild plasticity with depth, calcareous; trace sand at 41'-45'. No SC from open hole, blew with rig air at 20', very muddy Bottom of Hole 45.0



Hydrometrics, Inc. 2 Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: AVF7-P1

INTERVAL

+2.34-2.66

+2.09-14

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company

Legal Description: T4S, R45E, Sec. 9, NE1/4;

N 476126.85, E 2819323.30 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 6 1/4" Total Depth Drilled (ft): 14 WELL COMPLETION Y/N **DESCRIPTION**

1-inch, flush threaded, Sch 40, PVC Well Installed? Surface Casing Used? Υ 4" steel

Screen/Perforations? 0.020-inch slot, 1"x 2" field pack 9-14 Sand Pack? 10/20 Silica Sand 7-14 +2-7

Annular Seal? 3/8 Bentonite Chips Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 476126.859 Easting: 2819323.308

Static Water Level Below MP: 12.22 Surface Casing Height (ft): 2.34

Date: 8/28/2013 Riser Height (ft): 2.09

MP Description: Top PVC Ground Surface Elevation (ft): 3035.06

MP Height Above or Below Ground (ft): 2.09 MP Elevation (ft): 3037.15

Remarks: Wet at 11' bgs. Direct Push to 19' no gravel. Tripped out and moved rig ~2'. 2 1/4" Direct Push hole collapsed to 9' when tools were pulled. Piezometer was pushed to 14' through sloughed soils.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 4" Steel 0.0 - 11.0' Silty Clay 0.0 3/8" Bentonite Chips Concrete Pad dry to moist at 7'; moderate yellowish brown; non plastic to moderately plastic w/ depth trace Soil sloughed from 1"x 2" 0.020 Slot Field 9'-14' Pack Screen ∇ 10/20 Silica Sand 11.0 - 14.0' Sand with Silt and Clay wet; moderate yellowish brown; loose Bottom of Hole end cap 14.0 - 18.0' Sand as above, less fines with depth

18.0 - 19.0' Sand and Gravel

loose; moderate yellowish brown to light brown; gravel is clinker in orgin and up to 1/4" in size.



Monitor Well Log

Hole Name: AVF7-P2

INTERVAL

Billings, Montana WELL COMPLETION Y/N **DESCRIPTION**

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Ark Land Company

Legal Description: T4S, R45E, Sec. 9, NE1/4;

N 476095.23, E 2818915.08 Location Description:

Recorded By: RJL

Client: Arch Coal

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz

Drilling Method: Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 2 1/8" Total Depth Drilled (ft): 16

3/4"-inch, flush threaded, Sch 40, PVC Well Installed? +3.08-14 Surface Casing Used? Υ 4" steel +3.08-1.92

Screen/Perforations? 0.010-inch slot, 3/4" pre-pack 9-14 Sand Pack? 20/30 Silica Sand 6-14 Annular Seal? 3/8 Bentonite Chips +1-6

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 476095.232 Easting: 2818915.087

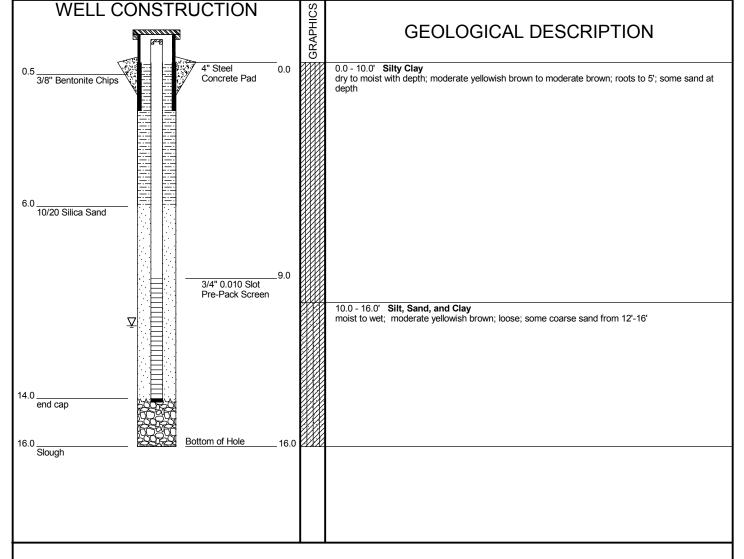
Static Water Level Below MP: 13.68 Surface Casing Height (ft): 3.08

Date: 8/28/2013 Riser Height (ft): 2.71

MP Description: Top PVC Ground Surface Elevation (ft): 3035.33

MP Height Above or Below Ground (ft): 2.71 MP Elevation (ft): 3038.04

Remarks: Direct Push to 16'. Hole sloughed to 14', set 3/4" well to 14'. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 sand pack is 6'-14'.





Y/N

Υ

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Monitor Well Log

Hole Name: AVF7-P3

INTERVAL

+1.78-3.22

+1.45-11

6-11

3.5-11

+1-3.5

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company

Legal Description: T4S, R45E, Sec. 9, NE1/4;

N 476190.12, E 2819849.76 Location Description:

Recorded By: RJL

Client: Arch Coal

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well

Hole Diameter (in): 6 1/4"

Target Aquifer: Root Zone Ground Water

Static Water Level Below MP: 5.91 Date: 8/28/2013

Total Depth Drilled (ft): 11

Northing: 476190.121 Easting: 2819849.76 Surface Casing Height (ft): 1.78

1-inch, flush threaded, Sch 40, PVC

0.020-inch slot, 1"x 2" field pack

Riser Height (ft): 1.45

MP Description: Top PVC Ground Surface Elevation (ft): 3029.089

MP Height Above or Below Ground (ft): 1.45 MP Elevation (ft): 3030.54

DESCRIPTION

10/20 Silica Sand

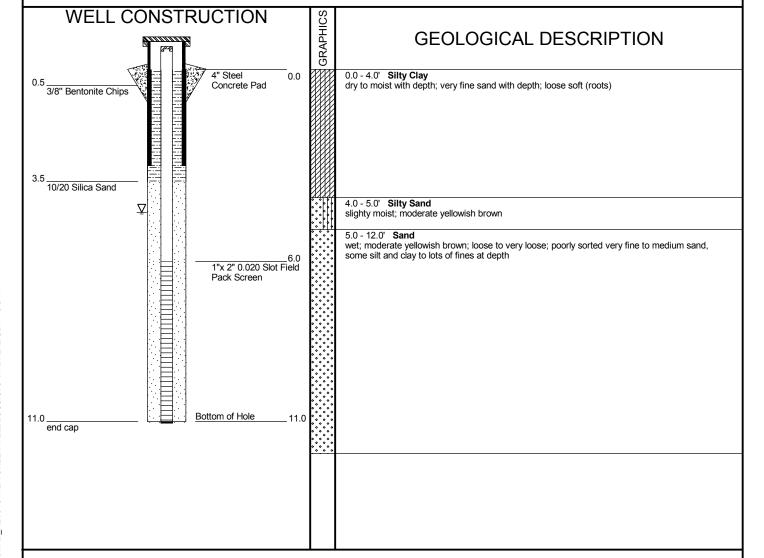
Concrete Pad

Peristaltic Pump

3/8 Bentonite Chips

4" steel

Remarks: Direct Pushed pilot hole to 12'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 3' and augered to 11'.





Monitor Well Log

Hole Name: AVF7-P4

INTERVAL

+2.29-9

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company

Legal Description: T4S, R45E, Sec. 9, NE1/4;

N 476220.01, E 2820263.05 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 6 1/4"

Total Depth Drilled (ft): 9

WELL COMPLETION Y/N **DESCRIPTION**

1-inch, flush threaded, Sch 40, PVC Well Installed?

Surface Casing Used? Υ 4" steel +2.39-2.25

Screen/Perforations? 0.020-inch slot, 1"x 2" field pack 4-9 Sand Pack? 10/20 Silica Sand 3.5-9 Annular Seal? 3/8 Bentonite Chips +1-3.5

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 476220.018 Easting: 2820263.055

Static Water Level Below MP: 6.94 Surface Casing Height (ft): 2.39

Date: 8/28/2013 Riser Height (ft): 2.29

MP Description: Top PVC Ground Surface Elevation (ft): 3029.119

MP Height Above or Below Ground (ft): 2.29 MP Elevation (ft): 3031.41

Remarks: Direct Pushed pilot hole to 16'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 3' and augered to 9'.

GRAPHICS

WELL CONSTRUCTION 4" Steel 0.0 Concrete Pad _____4.0 1"x 2" 0.020 Slot Field ∇ Pack Screen Bottom of Hole 9.0 end cap

GEOLOGICAL DESCRIPTION

dry; pale yellowish brown; trace clay and fine sand; loose, roots

4.0 - 8.0' Sandy Clay

to clayey sand; dry to very moist at 5'; moderate yellowish brown; very soft;

8.0 - 12.0' Sandy Clay

as above; wet

12.0 - 16.0' Sandy Gravel

wet; moderate yellowish brown sand to light brown clinker gravel; sub-angular up to 3/4"



Monitor Well Log

Hole Name: AVF8-P1

Date Hole Started: 8/15/13

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 22, NW1/4; N 464455.85, E 2823411.65 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz

Drilling Method: Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 2 1/2" Total Depth Drilled (ft): 16 **WELL COMPLETION** Y/N **DESCRIPTION INTERVAL** 3/4"-inch, flush threaded, Sch 40, PVC Well Installed? +1.59-16 Surface Casing Used? 4" steel Υ +2.28-2.72 Screen/Perforations? 0.010-inch slot, 3/4" pre-pack 11-16 Sand Pack? 20/30 Silica Sand 8.5-16 3/8 Bentonite Chips Annular Seal? +1-8.5

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 464455.857 Easting: 2823411.658

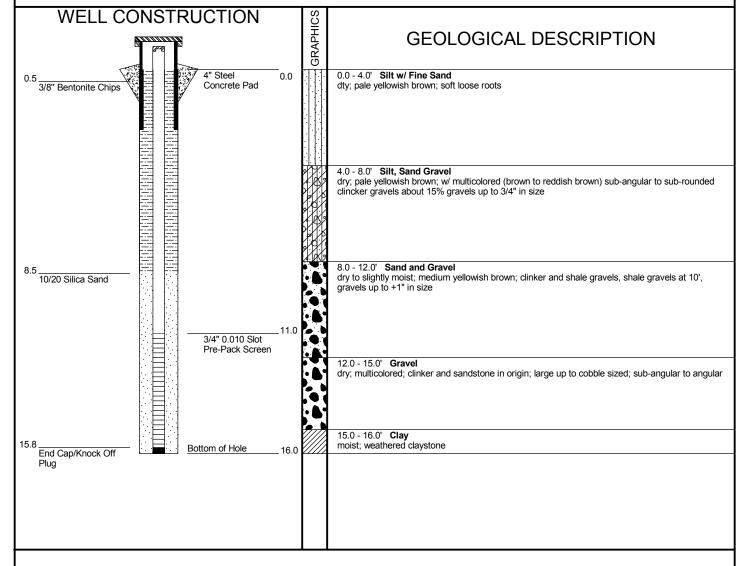
Static Water Level Below MP: Dry at 17.38' Surface Casing Height (ft): 2.28

Date: 8/28/2013 Riser Height (ft): 1.59

MP Description: Top PVC Ground Surface Elevation (ft): 3070.862

MP Height Above or Below Ground (ft): 1.59 MP Elevation (ft): 3072.45

Remarks: Direct Pushed to 16'. Completed 3/4" well inside of 2 1/8" rods. Used 2 1/2" outside diameter steel knock off plug at bottom. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 sand pack is 8.5'-16'.





Monitor Well Log

Hole Name: AVF8-P2

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 22, NW1/4; N 464789.38, E 2823283.66 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/Direct Push

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Root Zone Ground Water Hole Diameter (in): 6 1/4" (0'-2'); 2 1/8" (2'-16')

Total Depth Drilled (ft): 16

| WELL COMPLETION | <u>Y/N</u> | DESCRIPTION | <u>INTERVAL</u> |
|----------------------|------------|--|-----------------|
| Well Installed? | Υ | 3/4"-inch, flush threaded, Sch 40, PVC | +2.97-16 |
| Surface Casing Used? | Υ | 4" steel | +2.97-2.03 |
| Screen/Perforations? | Υ | 0.010-inch slot, 3/4" pre-pack | 11-16 |
| Sand Pack? | Υ | 20/30 Silica Sand | 6-16 |
| Annular Seal? | Υ | 3/8 Bentonite Chips | +1-6 |

DEVELOPMENT/SAMPLING

Surface Seal?

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 464789.386 Easting: 2823283.667

Static Water Level Below MP: Dry at 17.84' Surface Casing Height (ft): 2.97

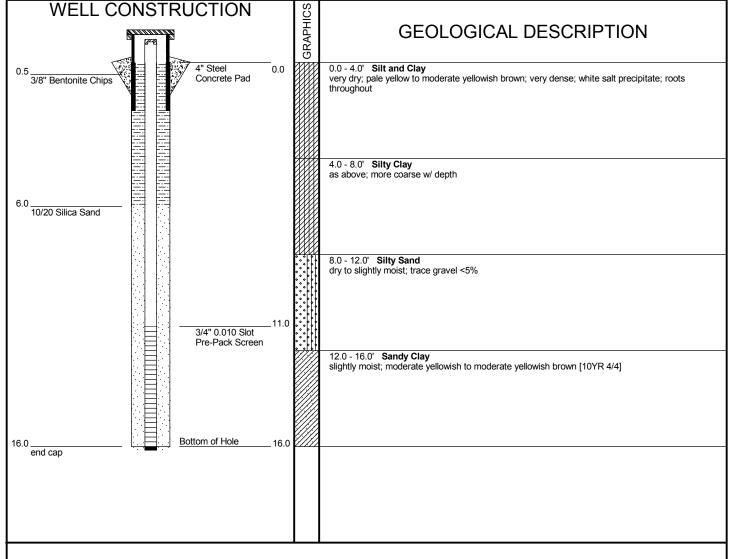
Date: 8/28/2013 Riser Height (ft): 2.54

Concrete Pad

MP Description: Top PVC Ground Surface Elevation (ft): 3073.524

MP Height Above or Below Ground (ft): 2.54 MP Elevation (ft): 3076.06

Remarks: Direct Pushed pilot hole to 16', didn't tag gravel, installed 3/4" well to 16' in pilot hole. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 sand pack is 6'-16'.





Monitor Well Log

Hole Name: AVF8-P3

Consulting Scientists and Engineers Billings, Montana

Date Hole Started: 8/15/13 Date Hole Finished: 8/1

Client: Arch Coal
Project: Otter Creek Mine Permit (10068)
County: Powder River State: Montana
Property Owner: Great Northern Properties
Legal Description: T4S, R45E, Sec. 22,
NE1/4; N 464492.40, E 2824386.72
Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well
Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 6 1/4"
Total Depth Drilled (ft): 11

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVAL</u> |
|----------------------|------------|-------------------------------------|-----------------|
| Well Installed? | Υ | 1-inch, flush threaded, Sch 40, PVC | +1.90-11.8 |
| Surface Casing Used? | Υ | 4" steel | +1.90-3.10 |

Screen/Perforations? Y 0.020-inch slot, 1"x 2" field pack 6-11
Sand Pack? Y 10/20 Silica Sand 4-11
Annular Seal? Y 3/8 Bentonite Chips +1-4

Surface Seal? Y Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Y Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 464492.404 Easting: 2824386.727

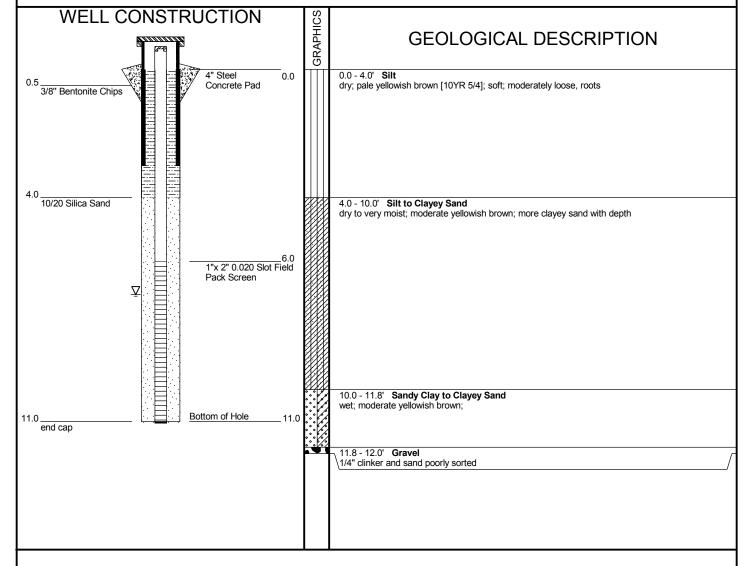
Static Water Level Below MP: 8.61 Surface Casing Height (ft): 1.90

Date: 8/28/2013 Riser Height (ft): 1.58

MP Description: Top PVC Ground Surface Elevation (ft): 3060.353

MP Height Above or Below Ground (ft): 1.58 MP Elevation (ft): 3061.92

Remarks: Direct Pushed pilot hole to 12'. Tripped out and backfilled pilot hole with 3/8" bentonite chips. Moved ~ 3' and augered to 11'.





Monitor Well Log

Hole Name: AVF8-P4

Date Hole Started: 8/16/13 Date Hole Finished: 8

Billings, Montana

Client: Arch Coal
Project: Otter Creek Mine Permit (10068)
County: Powder River State: Montana
Property Owner: Great Northern Properties
Legal Description: T4S, R45E, Sec. 22,
NE1/4; N 464810.33, E 2824900.74
Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well
Target Aquifer: Root Zone Ground Water

Hole Diameter (in): 6 1/4"
Total Depth Drilled (ft): 11

WELL COMPLETIONY/NDESCRIPTIONINTERVALWell Installed?Y1-inch, flush threaded, Sch 40, PVC+1.60-12Surface Casing Used?Y4" steel+1.88-3.22Screen/Perforations?Y0.020-inch slot, 1"x 2" field pack7-12

 Sand Pack?
 Y
 10/20 Silica Sand
 5-11

 Annular Seal?
 Y
 3/8 Bentonite Chips
 +1-5

Surface Seal? Y Concrete Pad

Well Developed? Y Peristaltic Pump

Water Samples Taken? N
Boring Samples Taken? N

DEVELOPMENT/SAMPLING

Northing: 464810.332 Easting: 2824900.743

Static Water Level Below MP: 9.40 Surface Casing Height (ft): 1.88

Date: 8/28/2013 Riser Height (ft): 1.60

MP Description: Top PVC Ground Surface Elevation (ft): 3060.169

MP Height Above or Below Ground (ft): 1.60 MP Elevation (ft): 3061.77

Remarks: Direct Pushed pilot hole to 11'. Tripped out and augered to 11'. Well pushed in and completed at 12' below ground surface due to soft clay.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 4" Steel 0.0 - 4.0' Silt, Sand and Clay 0.0 $0.5 \frac{}{3/8"}$ Bentonite Chips Concrete Pad dry to slightly moist; pale to moderate yellowish brown; loose, roots 4.0 - 7.0' Sand and Gravel dry to slightly moist; pale reddish brown to moderate yellowish brown; multicolored gravels sub-angular to 3/4" 10/20 Silica Sand 1"x 2" 0.020 Slot Field 7.0 - 11.0' Sandy Clay to Clayey Sand Pack Screen very moist to wet; very soft, loose; less clay to no clay at 10' - 12' and fine to moderately fine ∇ Bottom of Hole 11.0 - 12.0' No Core Logged well advanced passed the drilled depth into soft clay 12.0 Bottom of well 12' end cap



Monitor Well Log

Hole Name: AVF8-P5

Date Hole Finished: 8/16/13

+2.36-2.64

Date Hole Started: 8/16/13

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 22, NE1/4; N 465061.70, E 2825528.65 Location Description:

Recorded By: RJL

Drilling Company: Hydrometrics, Inc Driller: Larry Johnson and Carl Lanz Drilling Method: Auger/ Direct Push

Drilling Fluids Used: None Purpose of Hole: Install Monitor Well Target Aguifer: Root Zone Ground Water Hole Diameter (in): 6 1/4" (0'-3'); 2 1/8" (3'-16')

Total Depth Drilled (ft): 14

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVA</u> |
|-----------------|------------|--|----------------|
| Well Installed? | Υ | 3/4"-inch, flush threaded, Sch 40, PVC | +2.36-14 |

Screen/Perforations? 0.010-inch slot, 3/4" pre-pack 9-14 Sand Pack? 20/30 Silica Sand 9-14 Annular Seal? 3/8 Bentonite Chips +1-3

4" steel

Surface Seal? Concrete Pad

Υ

DEVELOPMENT/SAMPLING

Surface Casing Used?

Well Developed? Peristaltic Pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 465061.707 Easting: 2825528.645

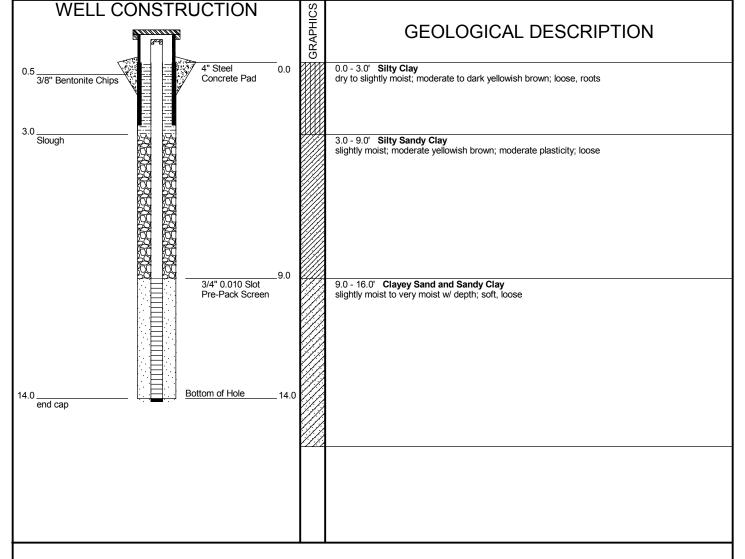
Static Water Level Below MP: Dry at 16.15' Surface Casing Height (ft): 2.36

Date: 8/28/2013 Riser Height (ft): 2.24

MP Description: Top PVC Ground Surface Elevation (ft): 3067.358

MP Height Above or Below Ground (ft): 2.24 MP Elevation (ft): 3069.59

Remarks: Direct Pushed pilot hole to 16'. Tripped out and augered hole for steel casing to 3' with 6 1/4" auger. Directed pushed well hole to 14'. Installed 3/4" well at 14'. Used 10/20 silica sand to fill in around the 3/4 inch pre-pack screen. Interval for 10/20 pre-pack is 9'-14', hole sloughed from 3'-9',





Billings, Montana

Monitor Well Log

Hole Name: B10-KL

Date Hole Started: 3/3/2011 Date Hole Finished: 3/3/2011

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: R. Denson

Legal Description: T5S, R45E, Sec. 3, Tract SW 1/4; N 447884.96, E 2822243.99 Location Description: B10 battery, Lower

Knobloch well Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Lower Knobloch

Hole Diameter (in): 8" Total Depth Drilled (ft): 147 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-147 8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 137-147 Sand Pack? 10/20 silica sand 135-147 Annular Seal? Bentonite Chips +1-135 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2822243.99 Northing: 447884.96

Static Water Level Below MP: 108.2 (rising) Surface Casing Height (ft): 2.00

Date: 3/3/2011 Riser Height (ft): 1.66

MP Description: Ground Surface Elevation (ft): 3177.85

MP Height Above or Below Ground (ft): 1.66 MP Elevation (ft): 3179.51

Remarks: Lithology based on well B10-U, checked cuttings for verification. Injecting water at 35'. Start development with bailer, yield is ~2-2.5 gpm, removed ~60 gallons total. Upon well completion water medium dark brown, turbid, frothy, SC=4280 µmhos/cm, pH=7.52, temp=11.5°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' Silty clay [Colluvium] Slightly moist (frost), moderate to dark yellowish brown, moderately cohesive, non-plastic, roots 2.0 8" steel +2 - 18 Bentonite Chips 3.0 - 4.0' Silty clay, trace sand with depth [Colluvium] Dry, moderate yellowish brown, loose to dense, roots 4.0 - 5.0' Sand, some gravel (2%) [Colluvium] Dry, moderate yellowish brown, loose 5.0 - 8.0' Clay, sandy, silty [Colluvium] Dry, moderate yellowish brown, soft, white calcareous nodules/precipitates 8.0 - 15.0' Clayey sand (clay & sand) [Alluvium/Colluvium] Dry, moderate yellowish brown, loose to moderately dense, thickly interlayed, trace gravel (1-2%), clinker flat, light brown, major sand layers at 8'-11' and at 14'-15' 15.0 - 30.0' Claystone, very silty, interbedded siltstone [Bedrock] Dry to very moist with depth, multicolored pale and moderate yellowish brown, light olive gray and grayish orange (10YR 7/4), mild reaction to HCl (calcareous), most very hard, some soft with moderate plasticity, rolls to 1/8" when wet 30.0 - 33.5' Coal Wet, makes ~5 gpm, injecting water; black (N1), moderately weathered, cleated on multiple planes, moderately firm 33.5 - 36.0' Carbonaceous shale Dry, brownish gray (5YR 4/1) to olive gray (5Y 4/1), firm to stiff 36.0 - 40.0' Shale Dry, light brownish gray (5YR 6/1) and light olive gray (5Y 6/1) to brownish black (5YR 2/1), carbonaceous, firm 40.0 - 66.5' Coal [Knobloch] Wet, black, hard, cleated multiple times, no visible impurities 66.5 - 69.0' Shale Olive gray (5Y 4/1), firm, non-plastic 69.0 - 76.5' Coal [Middle Knobloch] Black, hard, cleated multiple times, no visible impurities 76.5 - 79.5' Shale Light olive gray (5Y 5/2), moderate plasticity, soft to moderately firm 79.5 - 80.0' **Coal** Black, thin stringer, cleated multiple times, hard 80.0 - 97.0' Siltstone Dry, light olive gray (5Y 5/2) to medium light gray (N6), mostly moderate firm with intercalcated, hard, yellowish gray (5Y 7/2), mildly calcareous, some fine sandstone at 80'-82' 97.0 - 119.0' Sandstone Medium light gray, light olive gray, soft to stiff at 97'-110', then very soft. Moderately fine grained interbedded shale, yellowish gray (5Y 7/2), hard calcareous layers at (97'-103'), and (115'-116'). Blew with rig air - yield =~5 gpm

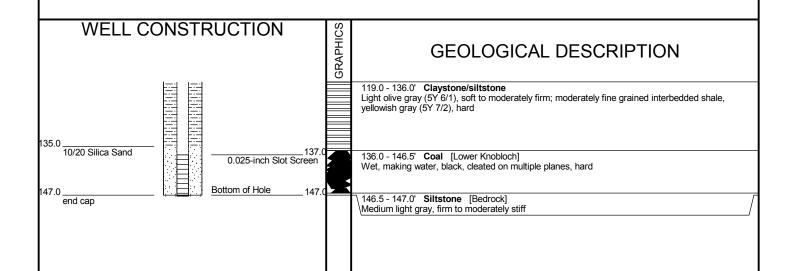


Billings, Montana

Monitor Well Log

Hole Name: B10-KL

Date Hole Started: 3/3/2011 Date Hole Finished: 3/3/2011





Y/N

Υ

Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B10-KU

Date Hole Started: 3/3/2011 Date Hole Finished: 3/3/2011

INTERVAL

+2-77

+2-18

42-77

39.5-77

+1-39.5

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: R. Denson

Client: Arch Coal

Legal Description: T5S, R45E, Sec. 3; N 447896.91, E 2822243.93

Location Description:

Recorded By: RJL Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Upper Knobloch

Hole Diameter (in): 8" Total Depth Drilled (ft): 77

DEVELOPMENT/SAMPLING Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Northing: 447896.91 Easting: 2822243.93

Static Water Level Below MP: 47.76 Surface Casing Height (ft): 1.96

Date: 3/3/2011 Riser Height (ft): 1.53

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

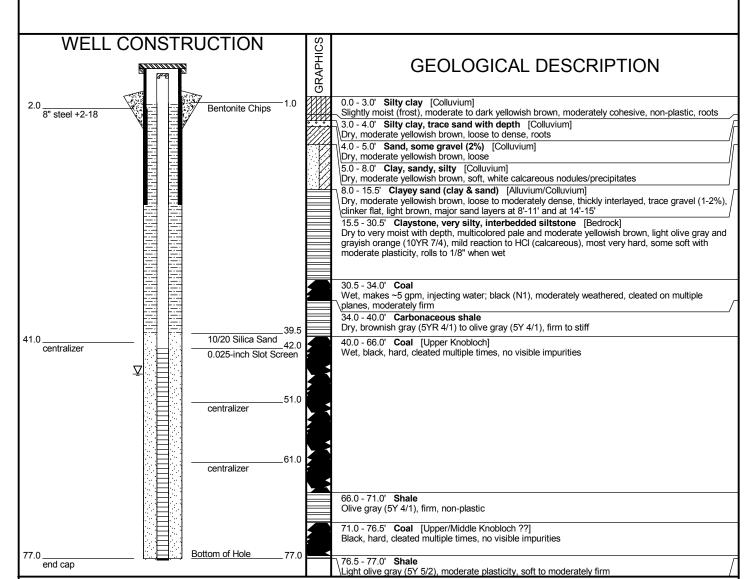
Bentonite Chips

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3177.98

MP Height Above or Below Ground (ft): 1.53 MP Elevation (ft): 3179.51

Remarks: Lithology based on well B10-U, checked cuttings for verification. Drill to 20' with 9 7/8" drag bit, drive 8" steel to 20', injecting water at 35'. Yield is 1-2 gpm, removed ~48 gallons total. Upon well completion very turbid, dark brown color, SC=4930 µmhos/cm, pH=7.75, temp=11.1°C.





Y/N

Υ

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Monitor Well Log

Hole Name: B10-O

Date Hole Started: 3/3/2011 Date Hole Finished: 3/3/2011

INTERVAL

+2-35

+2-18

30-35

28-35

+1-28

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: R. Denson

Legal Description: T5S, R45E, Sec. 3, Tract SW 1/4; N 447907.40, E 2822242.97 Location Description: B10 battery overburden

in Denson meadow Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well

Target Aguifer: Overburden above Knobloch coal

Hole Diameter (in): 8" Total Depth Drilled (ft): 35

Easting: 2822242.97 Northing: 447907.4

Static Water Level Below MP: 32.00 Surface Casing Height (ft): 1.92

Date: 3/3/2011 Riser Height (ft): 1.76

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

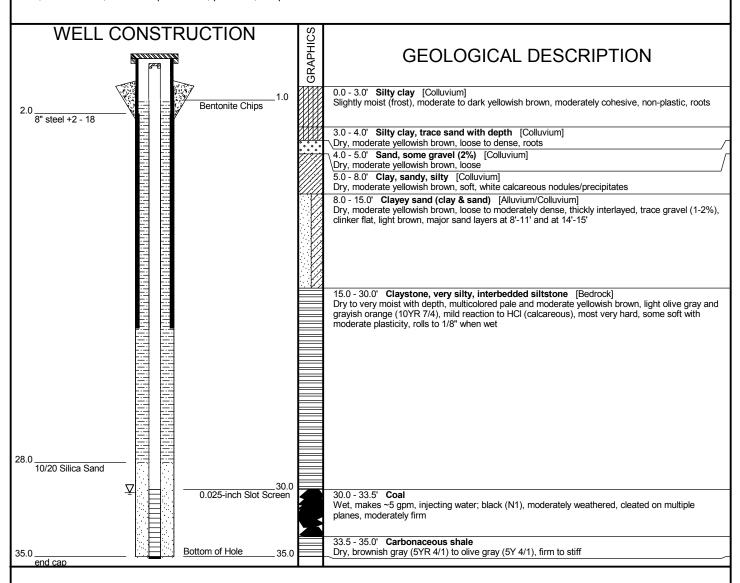
Rig Bailer

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3177.80

MP Height Above or Below Ground (ft): 1.76 MP Elevation (ft): 3179.56

Remarks: Lithology based on well B10-U, checked cuttings for verification. Drill to 20' with 7 7/8" bit, ream with 9 7/8" bit, drive 8" steel, no drilling fluids used, developed with rig bailer. Yield is ~2-3 gpm. Removed ~25 gallons with rig bailer; upon completion very turbid, frothy rich dark brown color, did not clear, SC=2140 µmhos/cm, pH=6.09, temp=10.1°C.





Monitor Well Log

Hole Name: B10-U

Date Hole Started: 2/28/2011 Date Hole Finished: 2/28/2011

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Billings, Montana

Property Owner: R. Denson

Legal Description: T5S, R45E, Sec. 3, Tract SW 1/4; N 447919.60, E 2822245.02 Location Description: B10 battery in Denson

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Underburden Hole Diameter (in): 8" Total Depth Drilled (ft): 460

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-460

8" steel Surface Casing Used? Υ +2-3 and 10-30

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 380-460 Sand Pack? 10/20 silica sand 350-460 Annular Seal? Bentonite Chips 0 - 350

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2822245.02 Northing: 447919.6

Static Water Level Below MP: 63.19 Surface Casing Height (ft): 1.81

Date: 3/2/2011 Riser Height (ft): 1.56

MP Description: Top PVC Ground Surface Elevation (ft): 3177.64

MP Height Above or Below Ground (ft): 1.56 MP Elevation (ft): 3179.2

Remarks: Drill to 20' with 7 7/8" bit, ream with 10' bit, drive 20' steel casing (8"). Lost 20' steel down open hole, backfilled with bentonite seal. Static water level in casing lower than open hole, seal ok. Removed approximately 1170 gallons with rig air; upon well completion slightly turbid, SC=1437 μmhos/com, pH=8.70, temp=15.3°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 3.0' **Silty clay** [Colluvium] \Slightly moist (frost), moderate to dark yellowish brown, moderately cohesive, non-plastic, roots Bentonite Chips 2.0 8" steel +2 - 3' 3.0 - 4.0' Silty clay, trace sand with depth [Colluvium] Dry, moderate yellowish brown, loose to dense, roots 4.0 - 5.0' Sand, some gravel (2%) [Colluvium] Dry, moderate yellowish brown, loose 5.0 - 8.0' Clay, sandy, silty [Colluvium] Dry, moderate yellowish brown, soft, white calcareous nodules/precipitates 8.0 - 15.0' Clayey sand (clay & sand) [Alluvium/Colluvium] Dry, moderate yellowish brown, loose to moderately dense, thickly interlayed, trace gravel (1-2%), clinker flat, light brown, major sand layers at 8'-11' and at 14'-15' 15.0 - 30.0' Claystone, very silty, interbedded siltstone [Bedrock] Dry to very moist with depth, multicolored pale and moderate yellowish brown, light olive gray and grayish orange (10YR 7/4), mild reaction to HCI (calcareous), most very hard, some soft with moderate plasticity, rolls to 1/8" when wet 30.0 - 33.5' Coal Wet, makes ~5 gpm, injecting water; black (N1), moderately weathered, cleated on multiple planes, moderately firm 33.5 - 36.0' Carbonaceous shale Dry, brownish gray (5YR 4/1) to olive gray (5Y 4/1), firm to stiff 36.0 - 40.0' Shale Dry, light brownish gray (5YR 6/1) and light olive gray (5Y 6/1) to brownish black (5YR 2/1), carbonaceous, firm 40.0 - 66.5' Coal [Knobloch] Wet, black, hard, cleated multiple times, no visible impurities 66.5 - 69.0' Shale Olive gray (5Y 4/1), firm, non-plastic 69.0 - 76.0' Coal [Middle Knobloch] Black, hard, cleated multiple times, no visible impurities 76.0 - 79.5' Shale Light olive gray (5Y 5/2), moderate plasticity, soft to moderately firm 79.5 - 80.0' **Coal** Black, thin stringer, cleated multiple times, hard 80.0 - 97.0' Siltstone Dry, light olive gray (5Y 5/2) to medium light gray (N6), mostly moderate firm with intercalcated, hard, yellowish gray (5Y 7/2), mildly calcareous, some fine sandstone at 80'-82' 97.0 - 119.0' Sandstone Medium light gray, light olive gray, soft to stiff at 97'-110', then very soft. Moderately fine grained interbedded shale, yellowish gray (5Y 7/2), hard calcareous layers at (97'-103') and (115'-116') 119.0 - 123.0' Claystone Light olive gray (5Y 6/1), soft to moderately firm 123.0 - 124.0' Shale

Moderately fine grained interbedded shale, yellowish gray (5Y 7/2), hard



Billings, Montana

Monitor Well Log

Hole Name: B10-U

Date Hole Started: 2/28/2011 Date Hole Finished: 2/28/2011

| WELL CONSTRUCTION | 8 |
|-------------------|--|
| | GEOLOGICAL DESCRIPTION |
| | 2 × × 124.0 - 135.0' Siltstone Light olive gray (5Y 6/1), moderately firm 135.0 - 146.0' Coal [Lower Knobloch] Wet, making water, black, cleated on multiple planes, hard |
| | 146.0 - 153.0' Fine sandstone/siltstone [Bedrock] Medium light gray, firm to moderately stiff 153.0 - 154.0' Sandstone [Bedrock] Medium light gray, hard, rig chattering at 153' 154.0 - 188.0' Siltstone/shale Dry, interbedded fine sandstone, very stiff to hard at 175'-177'. Colors from medium light gray to medium dark gray with depth, shale becomes carbonaceous with depth, firm to stiff X X X X X X X X X X |
| | 188.0 - 189.5' Sandstone Very hard, rig chattering, slow to advance 189.5 - 197.0' Siltstone/interbedded sandstone Greenish gray to medium light gray, soft to moderately firm 197.0 - 204.0' Sandstone Medium light gray, very soft to moderately firm, moderately fine grained 204.0 - 207.0' Coal Black, hard cuttings ground, appears cleated 207.0 - 214.0' Siltstone, sandy Olive gray (5Y 4/1), moderately firm 214.0 - 221.5' Coal Black, hard, cuttings ground × × Light gray to light olive gray (5Y 6/1) 240' very thin coal stringer × × 250'-253' very hard cemented interval, rig chattering/slow to advance, medium light gray to light gray, calcareous × 280'-281.5' carbonaceous shale, medium dark gray 281.5' very thin coal stringer × × 285'-290' soft, advanced very quickly 296' sandstone stringer × × 305' coal stringer × × 305' coal stringer × × 310' very sandy from 310'-315' |
| | x x x x x x x x x x x x x x x x x x x |

320.0 - 324.0' **Coal** Black, cleated on multiple planes 324.0 - 360.0' Siltstone/shale

Light gray to light olive gray, some yellowish gray (5Y 7/2) shale, intercalcated, mildly calcareous, hard, otherwise only firm.

326' very hard cemented layer, thin

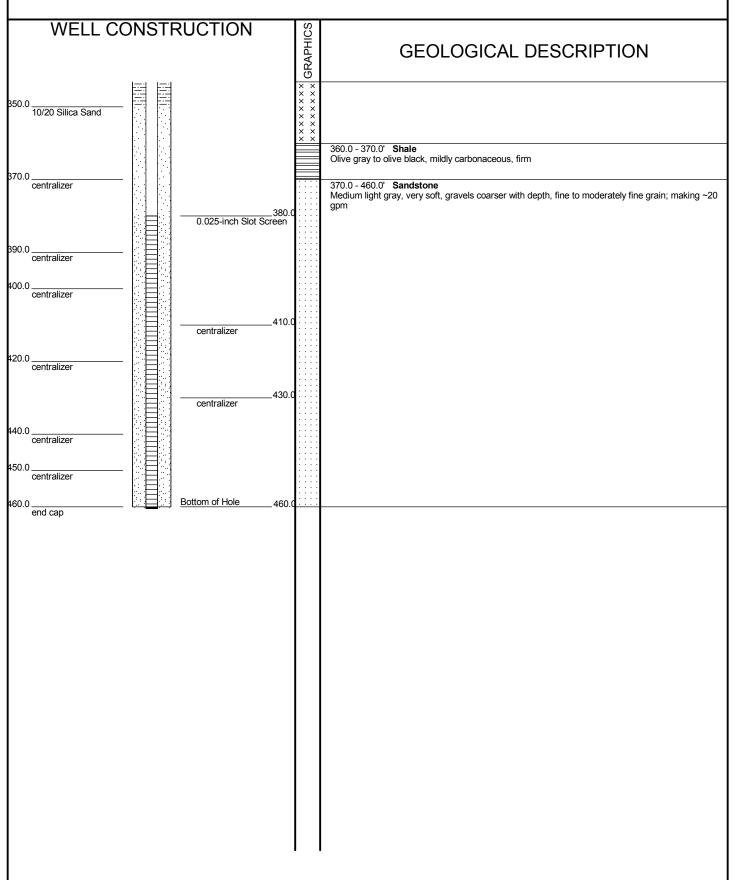


Billings, Montana

Monitor Well Log

Hole Name: B10-U

Date Hole Started: 2/28/2011 Date Hole Finished: 2/28/2011





Y/N

Υ

Monitor Well Log

Hole Name: B11-K

Date Hole Started: 11/4/10

INTERVAL

0-313

+2-18.5

243-313

232-313

0-232

Billings, Montana

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 23; N467914.49, E 2829529.76

Location Description: B11 Battery East Center

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 313

Proposed Mine Area Recorded By: ajh

> Well Developed? Bailed

Water Samples Taken? N Boring Samples Taken? N

DEVELOPMENT/SAMPLING

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Northing: 467914.49 Easting: 2829529.76

Static Water Level Below MP: 190.77 Surface Casing Height (ft): 1.70

Date: 11/8/2010 Riser Height (ft): 0.99

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 Silica Sand

Bentonite Chips

Concrete Pad

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3250.18

MP Height Above or Below Ground (ft): 0.99 MP Elevation (ft): 3251.17

Remarks: Open hole 20-25gpm (est.); SC 1,382 µmhos/cm & 1,442 µmhos/cm. Blew hole with rig air 135-147.5' test for add'l water; makes 1-2gpm including 36' interval which was making 1/4gpm, this interval sealed off but completed as B11-O in different bore hole.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips Ш 0.0 - 1.0' Clayey Silt [Topsoil] Dry, grayish orange (10YR 7/4), non-cohesive, calcareous 1.0 - 2.0' Silt, Clayey, grading to shale Dry, grayish orange (10YR 7/4), non-cohesive, calcareous 2.0 - 5.0' **Shale** [Fort Union Formation] Slightly moist to dry, moderate brown (5YR 3/4), grades to carbonaceous shale 5.0 - 7.0' Coal Dry, dusky brown (5YR 2/2), very soft, weathered, trace pyrite, sulfur 7.0 - 13.0' Claystone Moist, grayish orange (10YR 7/4), mottled gray, calcareous, shell fragments 13.0 - 15.5' **Siltstone, Clayey** [Fort Union Formation] Moist, greenish gray (5GY 6/1), soft, calcareous, laminated 15.5 - 23.0' Claystone grading to shale Moist, dark yellowish orange (10YR 6/6), calcareous, soft, iron oxide mottled at 17' 23.0 - 24.5' Siltstone Moist, medium dark gray (N4), soft, weakly calcareous; carbonaceous shale at 24.5-25' 24.5 - 25.0' Carbonaceous Shale Brownish gray (5YR 4/1), soft 25.0 - 27.0' **Shale** Dry, medium light gray (N6), calcareous cemented at base, soft to moderately hard 27.0 - 30.0' Siltstone Moist, light olive gray (5Y 6/1), calcareous, soft, appears massive 30.0 - 66.0' Shale Dry but wet zone (1-2" only) on top of CaCO₃ cemented zone (hard) that exists 36.5 - 37', light brown gray to medium gray (N5), makes 1/4 to 1/2gpm with rig air. Note: no springs observed around perimeter of hill. Carbonaceous shale (non 66.0 - 67.0' Silty Sandstone Moist, light olive gray, soft, non-calcareous 67.0 - 70.5' **Shale, carbonaceous** Dry, brownish gray (5YR 4/1), soft 70.5 - 72.0' Sandstone, silty, very fine Moist, non-calcareous, soft 72.0 - 102.0' Shale, carbonaceous to regular Brownish gray to gray, contains silty stringer, calcareous hard stringer at 86.5', becomes fissile at Hard CaCO₃ cemented shale at 87.5-87.8'+/-; hard zone at 100 to 100.5'



Hydrometrics, Inc. 2 Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B11-K
Date Hole Started: 11/4/10 Date Hole Finished: 11/4/10

| WELL CONSTRUCTION | GEOLOGICAL DESCRIPTION |
|-------------------|--|
| | 102.0 - 106.0' Coal Dry to moist at bottom, cleated 2x, brownish black (5YR 2/1), soft 106.0 - 110.5' Shale Dry, medium dark gray (N4) 110.5 - 116.0' Shale, carbonaceous Dry, brownish gray (5YR 4/1) to gray, soft 116.0 - 123.0' Shale, carbonaceous, but silty Dry, brownish gray (5YR 4/1) to gray, soft 123.0 - 127.0' Coal Dry, black, cleated 3x 127.0 - 135.0' Shale Dry, brownish gray (5YR 4/1), carbonaceous shale at top; less at base |
| | Moist, light olive gray (5Y 6/1), soft, calcareous, very moist at 140' but no free water at connection, interval yields .5 to 1.5 gpm with rig air 147.5 - 179.5' Shale Dry, brownish gray (5YR 4/1), soft, hard calcareous cemented layer at 147.5-148' and 152-152.5', coal flakes at 159', carbonaceous shale streaks at 169', coal stringer at 176-176.5' Hard, cemented shale, CaCO3 at 147.5-148' Siltstone at 177-178' |
| | 179.5 - 181.0' Coal Black (N1), soft 181.0 - 187.5' Shale Dark gray (N3), soft, carbonaceous 187.5 - 189.0' Siltstone grading to silty fine sandstone Olive gray, non calcareous, soft 189.0 - 201.0' Shale Brownish gray (5YR 4/1), carbonaceous 201.0 - 206.0' Shale with minimal siltstone 206.0 - 238.0' Shale Light brownish gray (5YR 6/1), soft, more carbonaceous at 215', CaCO ₃ cemented at 216.5-217', |
| 232.0 | harder also at 223-223.24', hard at 231', carbonaceous at 233' 238.0 - 313.0' Coal [Knobloch Coal] Black (N1), cleated 3x, dense, making 10gpm +/- at 300' with rig air, claystone 1 cm to 1 ft at |
| 253.0centralizer | 0.04 |

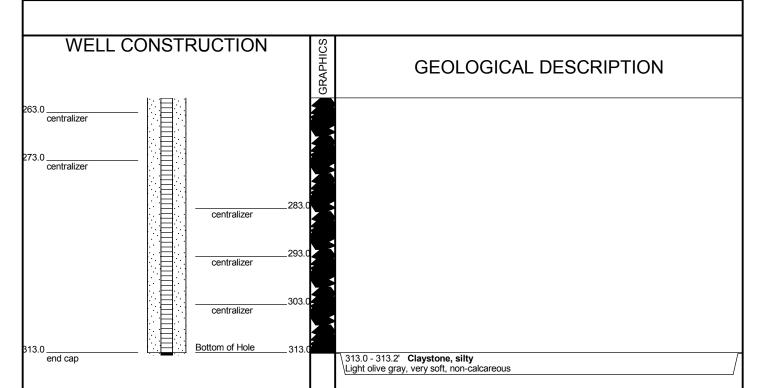


Billings, Montana

Monitor Well Log

Hole Name: B11-K

Date Hole Started: 11/4/10





Y/N

Υ

Monitor Well Log

Hole Name: B11-O

Billings, Montana

Date Hole Started: 11/8/10

INTERVAL

141-151

141-151

138-151

0 - 138

+1.5 to -3

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 23; N

467902.65, E 2829525.74 Location Description: B11 Battery

Recorded By: ajh

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aguifer: Overburden Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 151

Drilling Company: Askin Drilling

Boring Samples Taken? N Northing: 467902.65

DEVELOPMENT/SAMPLING

Water Samples Taken? N

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Easting: 2829525.74

Bailed

Static Water Level Below MP: 142 & Rising Surface Casing Height (ft): 1.95

Date: 11/8/2010 Riser Height (ft): 1.56

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 Silica Sand

Bentonite Chips

Concrete Pad

0.025-inch slot, Sch 40 PVC

MP Description: Top PVC Ground Surface Elevation (ft): 3250.54

MP Height Above or Below Ground (ft): 1.56 MP Elevation (ft): 3252.09

Remarks: Set 20' steel through upper weathered deposits (-18.5'). Developed with bailer, bailed dry, yield at 1 minute intervals +/- 1/2gpm; SC of last bail 7500 µmhos/cm, pH=8.26, temp 11.7°C, water level 142 and rising BMP

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips Ш 0.0 - 1.0' Clayey Silt [Topsoil] 1.5 8" steel +1.5' to -3' Dry, grayish orange (10YR 7/4), non-cohesive, calcareous 1.0 - 2.0' Silt, Clayey, grading to shale Dry, grayish orange (10YR 7/4), non-cohesive, calcareous 2.0 - 5.0' **Shale** [Fort Union Formation] Slightly moist to dry, moderate brown (5YR 3/4), grades to carbonaceous shale 5.0 - 7.0' Coal Dry, dusky brown (5YR 2/2), very soft, weathered, trace pyrite, sulfur 7.0 - 13.0' Claystone Moist, grayish orange (10YR 7/4), mottled gray, calcareous, shell fragments 13.0 - 15.5' Siltstone, Clayey [Fort Union Formation] Moist, greenish gray (5GY 6/1), soft, calcareous, laminated 15.5 - 23.0' Claystone Moist to very moist, dark yellowish orange (10YR 6/6), calcareous, soft, balls on bit 23.0 - 25.0' Siltstone Moist, medium dark gray (N4), soft, weakly calcareous; carbonaceous shale at 24.5-25' 25.0 - 26.0' Carbonaceous Shale Brownish gray (5YR 4/1), soft 26.0 - 27.0' Shale Dry, medium light gray (N6), calcareous cemented at base, soft to moderately hard 27.0 - 30.0' Siltstone Moist, light olive gray (5Y 6/1), calcareous, soft, appears massive 30.0 - 66.0' Shale Hard CaCO₃ layer at 37-37.5', makes less than 1/4gpm, injection at 40'. Hard CaCO₃ layer at 43'; CaCO₃ cemented siltstone at 55-61' numerous calcite crystals 66.0 - 68.0' Silty Sandstone Moist, light olive gray, soft, non-calcareous 68.0 - 71.0' Carbonaceous shale Dry, brownish gray (5YR 4/1), soft; no siltstone layer 71.0 - 72.0' Sandstone, silty, very fine Moist, non-calcareous, soft 72.0 - 103.0' Shale, carbonaceous to regular Brownish gray to gray, contains silty stringer, calcareous hard stringer at 86.5', becomes fissile at 95'; hard layers at 68' and 87'



Hydrometrics, Inc. 2 Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B11-O
Date Hole Started: 11/8/10 Date Hole Finished: 11/8/10

| WELL CONSTRUCTION | GRAPHICS | GEOLOGICAL DESCRIPTION 103.0 - 107.0' Coal Dry to moist at bottom, cleated 2x, brownish black (5YR 2/1), soft 107.0 - 110.5' Shale Dry, medium dark gray (N4) 110.5 - 116.0' Shale, carbonaceous Dry, brownish gray (5YR 4/1) to gray, soft 116.0 - 124.0' Shale, carbonaceous, but silty Dry, brownish gray (5YR 4/1) to gray, soft |
|-------------------|----------|--|
| 138.0 | | 124.0 - 129.0' Coal Dry, black, cleated, clay stringer at 127-127.5' 129.0 - 138.0' Shale Dry, brownish gray (5YR 4/1), carbonaceous shale at top; less at base 138.0 - 141.0' Siltstone, clayey Moist, light olive gray (5Y 6/1), soft, calcareous, very moist at 140' but no free water at connection/141.0 - 151.0' Siltstone Medium light gray (N4), hard layer at 148-151', CaCO ₃ , makes little water 1gpm |
| | | |



Monitor Well Log

Hole Name: B11-U

Date Hole Started: 11/3/10 Date Hole Finished: 11/3/10

Billings, Montana

Client: Arch Coal WELL

Project: Otter Creek Mine Permit (10068)

County: Powder River State: Montana

Property Owner: Great Northern Properties

Legal Description: T4S, R45E, Sec. 23; N

467927.58, E 2829534.34 Location Description: B11 Battery

Recorded By: ajh

Drilling Company: Askin Drilling

Driller: Ron Askin
Drilling Method: Air Rotary

Drilling Fluids Used: Water Injection
Purpose of Hole: Install Monitor Well
Target Aquifer: Knobloch Underburden

Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 380.5

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-380 8" steel Surface Casing Used? Υ +1.32-38.5 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 360-380 Sand Pack? 10/20 Silica Sand 358-380 Annular Seal? Bentonite Chips 0-358 Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Y Bailed

Water Samples Taken? N Boring Samples Taken? N

Northing: 467927.58 Easting: 2829534.34

Static Water Level Below MP: 178.20 Surface Casing Height (ft): 1.55

Date: 11/8/2010 Riser Height (ft): 1.39

MP Description: Top PVC Ground Surface Elevation (ft): 3249.71

MP Height Above or Below Ground (ft): 1.39 MP Elevation (ft): 3251.09

Remarks: Inject at 36'; pull steel, set thru upper perched water zone.TDS exceeds 5000ppm, 8"steel to 38.5'bgs.Total est. vol. from open hole~20gpm during develop,SC combined 1180µmhos/cm,well yield est.+/- 6gpm at370' water level with bailer in completed well.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION ш 0.0 - 1.0' **Silt, Clayey** [Topsoil] Dry, grayish orange (10YR 7/4), non-cohesive, calcareous Bentonite Chips 1.3 8" steel 1.0 - 2.0' Silt, Clayey, grading to shale Dry, grayish orange (10YR 7/4), non-cohesive, calcareous 2.0 - 4.0' **Shale** [Fort Union Formation] Slightly moist to dry, moderate brown (5YR 3/4), grades to carbonaceous shale at base of interval 4.0 - 6.0' Coal Dry, dusky brown (5YR 2/2), very soft, weathered, trace pyrite, sulfur 6.0 - 12.0' Claystone Moist, grayish orange (10YR 7/4), mottled gray, calcareous, contains shell fragments 12.0 - 14.5' **Siltstone, Clayey** [Fort Union Formation] Moist, greenish gray (5GY 6/1), soft, calcareous, laminated 14.5 - 22.0' Claystone grading to shale Moist, dark yellowish orange (10YR 6/6), calcareous, soft 22.0 - 24.0' Siltstone Moist, medium dark gray (N4), soft, weakly calcareous 24.0 - 24.5' Shale, carbonaceous Brownish gray (5YR 4/1), soft 24.5 - 26.0' Shale Dry, medium light gray (N6), calcareous cemented at base, soft to moderately hard 26.0 - 29.0' Siltstone Moist, light olive gray (5Y 6/1), calcareous, soft, appears massive 29.0 - 65.0' Shale Dry but wet zone (1-2" only) on top of CaCO₃ cemented zone (hard) that exists 35 - 35.5', light brown gray to medium gray (N5), makes 1/4 to 1/2 gpm with rig air. Note: no springs observed around perimeter of hill. Carbonaceous shale (non 65.0 - 66.0' Silty Sandstone Moist, light olive gray, soft, non-calcareous 66.0 - 69.5' Shale, carbonaceous Dry, brownish gray (5YR 4/1), soft 69.5 - 71.0' Sandstone, silty, very fine Moist, non-calcareous, soft 71.0 - 101.0' Shale, carbonaceous to regular Brownish gray to gray, contains silty stringer, calcareous hard stringer at 86.5', becomes fissile at 101.0 - 105.0' Coal Dry to moist at bottom, cleated 2x, brownish black (5YR 2/1), soft 105.0 - 109.5' Shale Dry, medium dark gray (N4) 109.5 - 115.0' Shale, carbonaceous Dry, brownish gray (5YR 4/1) to gray, soft 115.0 - 122.0' Shale, carbonaceous, but silty Dry, brownish gray (5YR 4/1) to gray, soft



Hydrometrics, Inc. 2 Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B11-U
Date Hole Started: 11/3/10 Date Hole Finished: 11/3/10

| (0 | |
|---------------------------------------|--|
| 3RAPHIC | GEOLOGICAL DESCRIPTION |
| | 122.0 - 127.0' Coal Dry, black, cleated 3x 127.0 - 134.0' Shale Dry, brownish gray (5YR 4/1), carbonaceous shale at top; less at base 134.0 - 143.0' Siltstone, clayey Moist, light olive gray (5Y 6/1), soft, calcareous, very moist at 140' but no free water at connection [143.0 - 146.0' Siltstone Medium light gray (N4) with coal stringer, stratified non-calcareous 146.0 - 178.5' Shale Dry, brownish gray (5YR 4/1), soft, hard calcareous cemented layer at 152-152.5', coal flakes at 159', carbonaceous shale streaks at 169', coal stringer at 176-176.5' 178.5 - 180.0' Coal Black (N1), soft 180.0 - 186.5' Shale Dark gray (N3), soft, carbonaceous 186.5 - 188.0' Siltstone grading to silty fine sandstone Olive gray, non calcareous, soft 188.0 - 200.0' Shale Brownish gray (5YR 4/1), carbonaceous 200.0 - 205.0' Shale with minor siltstone Calcareous (hard) interval at 200.5-201' 205.0 - 237.0' Shale Light brownish gray (5YR 6/1), soft, more carbonaceous at 215', CaCO ₃ cemented at 216.5-217', harder also at 223-223.24', hard at 231', carbonaceous at 233' 237.0 - 311.0' Coal [Knobloch Coal] Black (N1), cleated 3x, dense, 1mm claystone stringer at 290', making 10gpm +/- at 300' with rig air |
| | 311.0 - 324.0' Claystone, silty Light olive gray, very soft, grades to siltstone by 314', non-calcareous, coal stringer at 323-323.5' 324.0 - 335.0' Shale Brown to gray, carbonaceous, coal stinger |
| × × × × × × × × × × × × × × × × × × × | 335.0 - 340.0' Siltstone Light olive gray, laminated, soft, harder, CaCO3 cemented at 338.5-340' 340.0 - 343.0' Fine Sandstone Calcareous, drills hard, appears to be fractured 343.0 - 350.0' Silty Shale Yellowish gray (5Y 8/1), moderately hard, calcareous 350.0 - 352.0' Sandstone fine to medium, silty Yellowish gray (5Y 8/1), soft 352.0 - 354.0' Silty Shale Light brown to black, carboniferous 354.0 - 357.0' Coal Black (N1), moderately hard 357.0 - 380.0' Sandstone Olive gray (5Y 4/1) to light brownish gray (5YR 6/1), carbonaceous, becomes medium sandstone and better sorted with depth, less coal with depth, approximately 6 gpm yield, appears to have picked up more water Brownish gray (5YR 4/1), carboniferous |
| | 0 |



Monitor Well Log

Hole Name: B12-CO

Date Hole Started: 6/4/14

INTERVAL

+1.37'AGL - 40'

+2'AGL - 18'

25'-40'

Billings, Montana Client: Arch Coal

Project: Otter Creek Mine Permit (10068)

County: Powder River

State: Montana

Property Owner: U.S.F.S.

Legal Description: T4S, R46E, S31 NESENE

Location Description: B12 Battery near Coal

Creek Recorded By: JS

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Potable Water Purpose of Hole: Install Monitor Well

Target Aquifer: Colluvium/Overburden Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 40

WELL COMPLETION Y/N **DESCRIPTION** Well Installed?

4.25" Sch 40, PVC Surface Casing Used? 8" steel 0.250" wall Υ

Screen/Perforations? 0.025-inch slot, Sch 40 PVC Sand Pack? 10/20 Silica Sand

25'-40' 0'-25' Annular Seal? Bentonite Chips

Surface Seal? Bentonite around steel csg

DEVELOPMENT/SAMPLING

Well Developed? Bailed 30 min.

Water Samples Taken? N Boring Samples Taken? N

Northing: 454435.2 Easting: 2842000

Static Water Level Below MP: 29.47 Surface Casing Height (ft): 2.00

Date: 6/10/2014 Riser Height (ft): 1.37

MP Description: BMP (TOPVC) Ground Surface Elevation (ft): 3258.531

MP Height Above or Below Ground (ft): 1.37 MP Elevation (ft): 3259.9

Remarks: Approximately 2.0 to 2.5 gpm; 39 bails/30 minutes; SC= 5,340 µmhos/cm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel (0.25" thick Bentonite Chips 0.0 - 20.0' Silty clayey sand loam [Colluvium] wall) +2' - 18' Dry to slightly moist; reddish gray - reddish brown; mixed sand, clay, silt, clinker chips to <3/4"; sub-angular, flat; loose, soft, no plasticity/no cohesiveness; coarse grain to very coarse grain; at 20' increase in moisture - damp 20.0 - 30.0' **Silty clayey sand loam** [Colluvium] Damp; reddish gray - reddish brown; mixed sand, clay, silt, clinker chips to <3/4"; sub-angular, flat; loose, soft, no plasticity/no cohesiveness; coarse grain to very coarse grain 33' first groundwater (driller) 30.0 - 40.0' Silty clayey sand loam [Colluvium] Wet - saturated at 33'; reddish gray - reddish brown; mixed sand, clay, silt, clinker chips to <3/4"; sub-angular to flat; loose, soft, no plasticity/no cohesiveness; coarse grain to very coarse grain. No pea gravels/no alluvium as was present in B12-U Bottom of Hole 0.025-inch Slot Screen end cap



Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B12-LK

Date Hole Started: 6/3/14

INTERVAL

223'-240'

221'-240'

0'-221'

+1.09' AGL - 240'

+1.60'AGL - 38'

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: U.S.F.S.

Legal Description: T4S, R46E, S31 NESENE

Location Description: B12 Battery near Coal

Creek Recorded By: JS

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Potable Water Purpose of Hole: Install Monitor Well

Target Aguifer: Lower Knobloch Coal Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 240

WELL COMPLETION Y/N **DESCRIPTION** Well Installed?

4.25" Sch 40, PVC Surface Casing Used? 8" steel 0.250" wall Υ

Screen/Perforations? 0.025-inch slot, Sch 40 PVC Sand Pack? 10/20 Silica Sand

Annular Seal? Bentonite Chips Surface Seal? Bentonite around steel csg

DEVELOPMENT/SAMPLING

Well Developed? Bailed 32 min.

Water Samples Taken? N Boring Samples Taken? N

Easting: 2842007 Northing: 454392

Static Water Level Below MP: 103.07 Surface Casing Height (ft): 1.60

Date: 6/10/2014 Riser Height (ft): 1.09

MP Description: BMP (TOPVC) Ground Surface Elevation (ft): 3258.738

MP Height Above or Below Ground (ft): 1.09 MP Elevation (ft): 3259.828

Remarks: Bailed 32 minutes - 49 bails = ~343 gallons; water level at 54' BTOSC prior to development; driller measured yield ~10 gpm. Water level at 170' BTOSC immediately after development; TDS = 3,129. Well recovery after development ~5.1'/minute. Surface casing pilot hole 11" diameter to 18' below ground level (bgl). Centralizers (2): 7 ft. above screen bottom and top of screen.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel (0.25" thick Bentonite Chips Δ 0.0 - 26.0' Clinker gravel [Alluvium & Colluvium] wall) +2.00' - 38' Pale red; mix of clinker, clay-silt loam, sand; angular sub-round pieces to 1.25" and less. Λ Moisture increases with depth Δ Δ Δ 26.0 - 32.0' Sandstone, large blocks (1"x6" max) Red-orange-tan clinker gravel with high clay-sand percentage 32' first groundwater (driller) 32.0 - 38.0' Sandstone [Colluvium] Wet, saturated; no large sandstone blocks 38.0 - 45.0' Weathered bedrock [Bedrock] Gray silt; slightly sandy; damp 45.0 - 66.0' Coal [Upper Knobloch (2)] 66.0 - 80.0' Clay shale Bluish-gray; becoming more silty about 75' 80.0 - 95.0' Shale Bluish-gray; minor cohesion; moderately dense; brittle; silty; at 90' seems to be softer less dense with depth 95.0 - 96.5' Coal ∇ 96.5 - 108.0' **Shale** Greenish-gray, fissile, soft to medium hard to soft; minor brittleness; non-plastic, non-cohesive; medium density 108.0 - 110.0' Hard silty sandstone Olive brown; very fine grain 110.0 - 128.0' Shale Brownish, greenish-gray to bluish-gray 128.0 - 136.0' Siltstone-mudstone Dark yellowish-brown; no bedding,; fractured into flakes 3/8' 136.0 - 137.0' Coal 137.0 - 140.0' Silty shale Grity minor sand content 140.0 - 152.0' Coal [Upper Knobloch (1)] 152.0 - 160.0' Shale Greenish-gray, sandy-silty toward 155-160'; very fine grain; silty, gritty feel; stiff; minor fissility; dense 160.0 - 163.0' Silty sandy shale

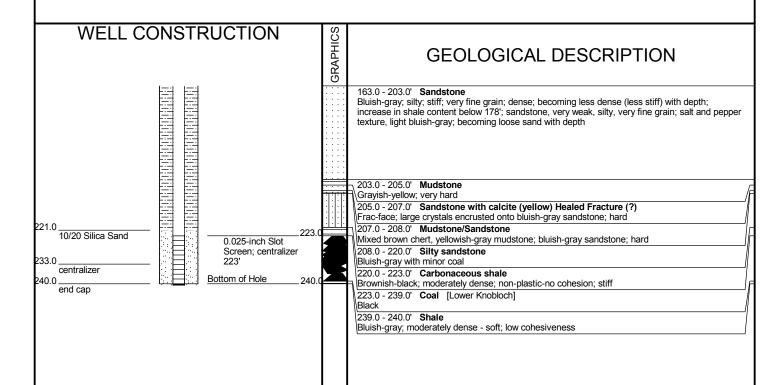


Billings, Montana

Monitor Well Log

Hole Name: B12-LK

Date Hole Started: 6/3/14





Monitor Well Log

Hole Name: B12-U

INTERVAL

260'-285'

+1.27'AGL - 300'

+1.90'AGL - 44'

Date Hole Started: 6/2/14

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: U.S.F.S.

Legal Description: T4S, R46E, S31 NESENE Location Description: B12 Battery near Coal

Creek Recorded By: JS

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Potable Water Purpose of Hole: Install Monitor Well

Target Aguifer: Lower Knobloch Sand Total Depth Drilled (ft): 300

Hole Diameter (in): 7 7/8"

WELL COMPLETION Y/N **DESCRIPTION**

SDR17 PVC/5" OD, 4.25" ID Well Installed?

Surface Casing Used? 8" steel 0.250" wall Υ Screen/Perforations? SDR17 PVC/0.0.25" slot

Sand Pack? 10/20 Silica Sand 250'-285' Annular Seal? Bentonite Chips 0'-250'

Surface Seal? Bentonite around steel csg

DEVELOPMENT/SAMPLING

Well Developed? Bailed

Water Samples Taken? N Boring Samples Taken? N

Easting: 2842009 Northing: 454380.8

Static Water Level Below MP: 113.5 Surface Casing Height (ft): 1.90

Date: 6/10/2014 Riser Height (ft): 1.27

MP Description: BMP (TOPVC) Ground Surface Elevation (ft): 3258.829

MP Height Above or Below Ground (ft): 1.27 MP Elevation (ft): 3260.099

Remarks: At 10:38 a.m. began drilling with kelly rod. Well development: seven (7) gallons/bail x 42 bails = 294 gallons, 30 minutes bailing. Water level at start of development (100.74' BTOSC), end of development water level at 214' BTOSC, rising 6' per minute, TDS = 966 ppm

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel (0.25" thick Bentonite Chips Ш 0.0 - 2.0' Clayey silt wall) +1.90'-44' Moderately brown; moist; minor sand 2.0 - 6.0' Silty sand, Very fine to fine Moderately brown; moist; non-cohesive; non plastic Orange platy clinker to 1"; silty sand; no rounded gravels; sub-round clinker and medium grain and sandstone blocks to 3" 6.0 - 10.0' Sedimentary clinker gravel 10.0 - 13.0' As above with sandstone blocks to 1" x 6" Grayish-yellow; medium grain; cohesive; consolidated 13.0 - 25.0' Slity sand, clayey Yellowish-gray; slightly moist; clinker chips to 1"; platy; minor consolidated; sandstone (<1" x 2") 25.0 - 30.0' Silty sand, clayey Wet; clay silty with clinker gravel and light gray silty sandstone; plastic 30' first groundwater (driller) 30.0 - 35.0' Clinker and bedrock (sandstone) gravel Wet; sub-round - round; unconsolidated; fragments to <1"; non-plastic, non-cohesive; pea size 35.0 - 40.0' Silty clay [Weathered Bedrock] Bluish- green; slightly moist; cohesive; fine grained; soft; minor plasticity and minor cohesion, 40.0 - 45.0' Silty clay Bluish- green; slightly moist; cohesive; fine grained; soft; minor plasticity and minor cohesion 45.0 - 50.0' **Coal** [Upper Knobloch (2)] Wet; black with orange stain on frac face; fractured with cleats to 1"; hole making water, began ∖rig injection (potable water) 50.0 - 66.0' Coal [Upper Knobloch (2)] Wet; black without orange stain; fine fractures <1/4"; hole making 4 to 5 gpm; conductivity 2,870 µmhos (maximum) 66.0 - 67.0' Clay Bluish-gray - slight greenish; fissile; cohesive; moderately stiff - minor plastic (low) 67.0 - 70.0' Shale Bluish-gray; cohesive; fissile; stiff; non-plastic; cuttings to 1" typical 70.0 - 85.0' Siltstone Light bluish-gray; very fine grained; brittle; silty-sandy 85.0 - 95.0' Shale Bluish-gray; light cohesion, non-plastic; becoming silty with depth



Billings, Montana

Monitor Well Log

Hole Name: B12-U
Date Hole Started: 6/2/14 Date Hole Finished: 6/

Date Hole Finished: 6/2/14

| WELL CONSTRUCTION | GEOLOGICAL DESCRIPTION |
|-------------------|--|
| | 95.0 - 96.0' Coal 96.0 - 113.0' Shale Greenish-gray; fissile; non-plastic; brittle; silty sand streak at 106' - 107' |
| | 113.0 - 115.0' Shale Brownish-gray; hard |
| | Greenish-gray; fissile; brittle; non-plastic, non-cohesive; stiff |
| | 130.0 - 135.0' Mudstone Pale yellowish-brown; hard; brittle 135.0 - 136.0' Shale Greenish-gray; fissile; brittle; non-plastic, non-cohesive; stiff 136.0 - 136.5' Coal 136.5 - 140.5' Silty sand |
| | Pale yellowish-brown; fissile; hard; brittle 140.5 - 153.0' Coal [Upper Knobloch (1)] Black; brittle 153.0 - 157.0' Shale |
| | Greenish-gray 157.0 - 157.5' Sandstone Yellowish-gray; fine grain to medium grain; hard 157.5 - 160.0' Shale Bluish-gray; fissile; non-plastic, non-cohesive; stiff 160.0 - 180.0' Shale, silty |
| | Bluish-gray; fissile; non-plastic, non-cohesive; stiff; at 167' slight increase in sandy content |
| | 180.0 - 215.0' Sand Bluish-gray; very fine grain to medium grain; loose; silty; at 270' and 290' hard mudstone; at 205' petrified tree material |
| | |
| | |
| | 215.0 - 220.0' Sand Moderate yellowish brown; thin streaks of hard mudstone; calcareous 220.0 - 238.0' Coal [Lower Knobloch] Black |
| | |
| | 238.0 - 257.0' Shale Light bluish-gray; platy; fissile; non-cohesive, non-plastic; soft |

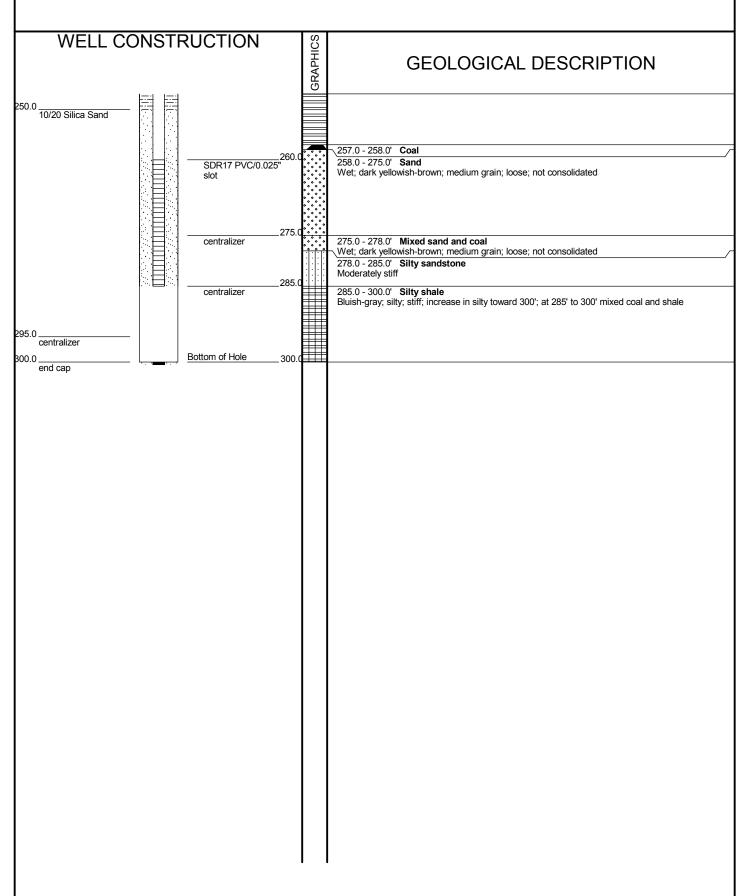


Billings, Montana

Monitor Well Log

Hole Name: B12-U

Date Hole Started: 6/2/14





Monitor Well Log

Hole Name: B12-UK1

Date Hole Started: 6/3/14

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Billings, Montana

Property Owner: U.S.F.S.

Legal Description: T4S, R46E, S31 NESENE

Location Description: B12 Battery near Coal

Creek Recorded By: JS

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Potable Water Purpose of Hole: Install Monitor Well Target Aguifer: Upper Knobloch 1 Coal

Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 151

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? 4.5" Sch 40, PVC +1.54'AGL - 151' Surface Casing Used? 8" steel 0.250" wall Υ +2.00'AGL - 41'

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 139'-151' Sand Pack? 10/20 Silica Sand 135'-151' Annular Seal? Bentonite Chips 0'-135'

Surface Seal? Bentonite around steel csg

DEVELOPMENT/SAMPLING

Well Developed? Bailed

Water Samples Taken? N Boring Samples Taken? N

Northing: 454404.3 Easting: 2842005

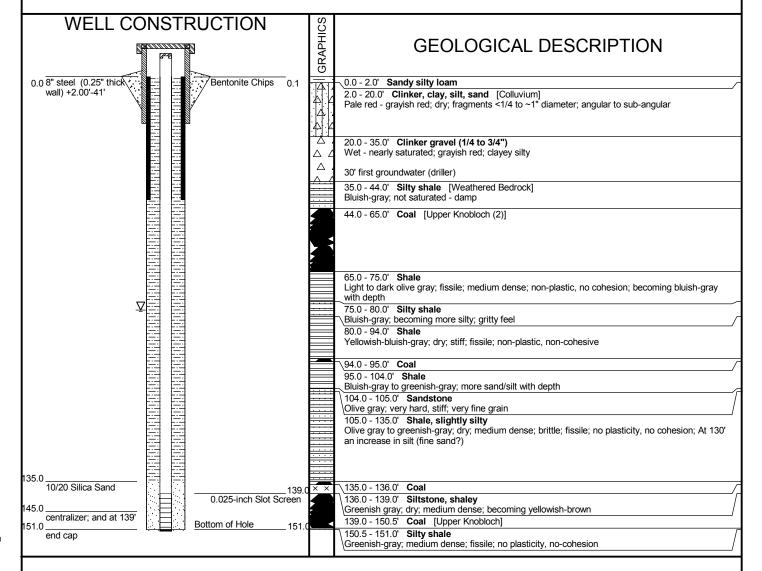
Static Water Level Below MP: 79.34 Surface Casing Height (ft): 2.00

Date: 6/10/2014 Riser Height (ft): 1.54

MP Description: BMP (TOPVC) Ground Surface Elevation (ft): 3258.451

MP Height Above or Below Ground (ft): 1.54 MP Elevation (ft): 3259.991

Remarks: Bailed 37 minutes, ~32 bails estimate 156 gallons; water level at start of development 59.5' BTOSC; water level immediately after development 137.5' BTOSC; water quailty at 4,664 µmhos/cm; well making ~3 gpm; surface casing pilot hole 11" diameter to 19' below ground level (bgl) - 14 bags Hole Plug in annulus





Monitor Well Log

Hole Name: B12-UK2

Billings, Montana

Date Hole Started: 6/4/14

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: U.S.F.S.

Legal Description: T4S, R46E, S31 NESENE Location Description: B12 Battery near Coal

Creek Recorded By: JS

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Potable Water Purpose of Hole: Install Monitor Well Target Aquifer: Upper Knobloch 2 Coal

Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 65 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +1.05'AGL - 65' 8" steel 0.250" wall Surface Casing Used? Υ +1.65'AGL - 38'

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 43'-65' Sand Pack? 10/20 Silica Sand 42'-65' Annular Seal? 0'-42' Bentonite Chips

Surface Seal? Bentonite around steel csg

DEVELOPMENT/SAMPLING

Well Developed? Bailed

Water Samples Taken? N Boring Samples Taken? N

Northing: 454420.5 Easting: 2842003

Static Water Level Below MP: 43.20 Surface Casing Height (ft): 1.65

Date: 6/10/2014 Riser Height (ft): 1.05

MP Description: BMP (TOPVC) Ground Surface Elevation (ft): 3258.413

MP Height Above or Below Ground (ft): 1.05 MP Elevation (ft): 3259.463

Remarks: Bailed for 30 minutes, 17 bails, <1/2 gallon per minute; centralizers installed; however not recorded. Water level prior to development 54.3' BTOSC on June 4, 2014 at 1:30 p.m.; water level at 44.30' BTOSC on June 5, 2014 at 8:35 a.m.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel (0.25" thick Bentonite Chips 0.0 - 2.0' Sandy, silty loam wall) +1.65'-38' 2.0 - 43.0' Mixture of clay, sand, silt, clinker [Colluvium] Reddish-brown - grayish-red; dry to moist; clinker chips to 1/2"; chips flat; sub-angular; loose materials; soft; very coarse grain; no plasticity, no cohesion; moisture increases with depth damp, clay begins to agglomerate (bond). Large sandstone blocks below 25', sub-angular to sub-round, no gravels like in B12-U. 30' first groundwater (driller) 43.0 10/20 Silica Sand 0.025-inch Slot Screen 43.0 - 64.0' Coal [Upper Knobloch (2)] Black, orange mottling stain on frac face; no stain below 46' Bottom of Hole 65.0 64.0 - 65.0' Shale end cap Bluish-gray - bluish white; fissile; dense - medium dense



Monitor Well Log

Hole Name: B1-C

Billings, Montana

Date Hole Started: 12/28/10 Date Hole Finished: 12/28/10

Client: Arch Coal Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company

Legal Description: T3S R45E Sec 27 NENW; N 492160.74, E 2822873.31

Location Description: 15' North of B1U, just

West of Stevens corrals Recorded By: HJK

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: None

Hole Diameter (in): 7 7/8"

Purpose of Hole: Install Monitor Well Target Aquifer: Knobloch Coal

Total Depth Drilled (ft): 37.5

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-37.5 Surface Casing Used? 8" steel Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 27-37 Sand Pack? 10/20 Silica Sand 22-37.5 Bentonite Chips Annular Seal? 0-22 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Air Lift for 20 Minutes

Water Samples Taken? N Boring Samples Taken? N

Northing: 492160.74 Easting: 2822873.31

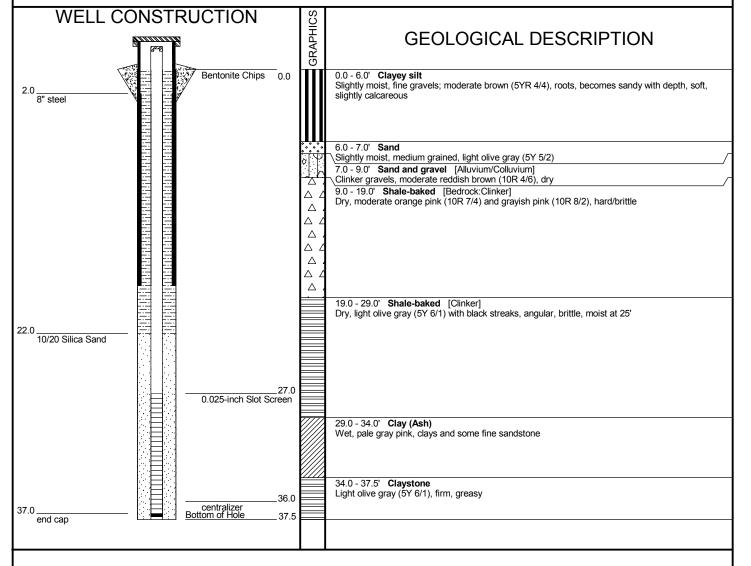
Static Water Level Below MP: Dry Surface Casing Height (ft): 2.28

Riser Height (ft): 1.83 Date:

MP Description: Ground Surface Elevation (ft): 3077.39

MP Height Above or Below Ground (ft): 1.83 MP Elevation (ft): 3079.23

Remarks: Well completed 15:45 pm; bailed for water - dry at 1600 hours 12/28/2010. Dry on 12/29/10





Monitor Well Log

Hole Name: B1-U

Date Hole Started: 12/28/10 Date Hole Finished: 12/28/10

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Billings, Montana

Property Owner: Ark Land Company Legal Description: T3S, R45E, Sec. 27 NENW; N 492152.65, E 2822876.07 Location Description: West of Stevens' corrals

Recorded By: HJK

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aquifer: Underburden Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 90

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-90 8" steel Surface Casing Used? Υ +2-38 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 60-90 Sand Pack? 10/20 Silica Sand 49-90 0-49 Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air Lift

Water Samples Taken? N Boring Samples Taken? N

Easting: 2822876.07 Northing: 492152.65

Static Water Level Below MP: 45 Surface Casing Height (ft): 2.16

Date: 12/29/2010 Riser Height (ft): 1.86

MP Description: Top PVC Ground Surface Elevation (ft): 3077.45

MP Height Above or Below Ground (ft): 1.86 MP Elevation (ft): 3079.31

Remarks: SC=1,050 µmhos/cm at 89'; SC=1500 µmhos/cm after development; 8" .33 wall at 38-39'; 8" drag bit.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 2.0 8" steel Bentonite Chips 0.0 - 6.0' Clayey silt Slightly moist, fine gravels; moderate brown (5YR 4/4), roots, becomes sandy with depth, soft, slightly calcareous 6.0 - 7.0' Sand Medium grain, slightly moist, light olive gray (5Y 5/2) 7.0 - 9.0' Sand and gravel [Alluvium/Colluvium] Δ Clinker gravels, moderate reddish brown (10R 4/6), dry Δ 9.0 - 19.0' Shale-baked [Bedrock:Clinker] Dry, moderate orange pink (10R 7/4) and grayish orange pink (10R 8/2), hard/brittle 19.0 - 29.0' Shale-baked [Clinker] Light olive gray (5Y 6/1) with black streaks, angular, brittle and dry, moist at 25' 29.0 - 34.0' Clay (Ash) Moist, pale pink, soft, pale yellowish orange (10YR 8/6) 34.0 - 35.0' **Sandstone, altered** [Clinker] Dark reddish brown and dusky brown, moderately hard 38.0 8" .33 wall 35.0 - 36.0' Clay/silt (Ash) Moist, soft, pale pink ∇ 36.0 - 40.0' **Mudstone** [Bedrock] Wet, moist, soft, greenish gray (5G 6/1), black carbonaceous streaks 40.0 - 44.0' Siltstone [Bedrock] 10/20 Silica Sand Slightly moist, soft, carbonaceous (plant remains visible), pale yellowish brown (10YR 6/2), dry at 44 0 - 45 0' Siltstone Slightly moist, soft, carbonaceous (plant remains visible), staired to dark yellowish orange (10YR 60.0 0.025-inch Slot Screen 45.0 - 46.0' Siltstone Slightly moist, soft, carbonaceous (plant remains visible), back to gray 46.0 - 47.0' Fine sand/silt 70.0 Moist, soft, light gray centralizer 47.0 - 70.0' Fine sand Wet, light olive gray (5Y 5/2), poorly cemented, arenite, black/salt-pepper, (adding 18 gpm drilling from 50-60'), making about 7-10 gpm at 60' 70.0 - 80.0' Fine sand 0.08 Light olive gray (5Y 5/2) to yellowish olive gray, micaeous, slightly better cemented at 75-80', centralizer some medium/coarse fragments 80.0 - 89.0' Fine sand Light olive gray (5Y 5/2) to yellowish olive gray, micaeous, flaggy sandstone fragments (making Bottom of Hole 90.0 50 gpm) end cap 89.0 - 90.0' Claystone Firm, olive gray (5Y 4/1), minor black organic inclusions



Monitor Well Log

Hole Name: B2-K

Billings, Montana

Date Hole Started: 1/26/2011 Date Hole Finished: 1/26/2011

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana

Legal Description: T3S, R44E, Sec. 36; N

483992.32, E 2804348.00 Location Description: B2 Battery

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Purpose of Hole:

Target Aguifer: Knobloch Hole Diameter (in): 8"

Total Depth Drilled (ft): 304

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-304 8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 244-304 Sand Pack? 10/20 Silica Sand 228-304 Annular Seal? Bentonite Chips +1-228

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 483992.32 Easting: 2804348

Static Water Level Below MP: 234.51 Surface Casing Height (ft): 1.90

Date: 6/29/2011 Riser Height (ft): 1.56

Ground Surface Elevation (ft): 3269.35 MP Description:

MP Height Above or Below Ground (ft): 1.56 MP Elevation (ft): 3270.91

Remarks: Drill with 7 7/8" bit to 20', ream with 11 3/4". Stopped at 220' to check sandstone, blew with rig air, SC= injection water. Start development with bailer at 3:00p.m. bailed at 7 gal/35s. Removed ~240 gallons

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 1.0' Silt with shale bedrock fragments [Topsoil] 2.0 8" steel Bentonite Chips Dry, dark yellowish orange, soft, loose, roots, debris 1.0 - 5.0' **Shale** [Fort Union Formation/Bedrock] Dry, light brown (5YR 5/6) to moderate yellowish brown (10YR 5/4), soft to firm 5.0 - 6.5' Coal shale Dry, brownish gray to dark yellowish brown, soft to firm 6.5 - 10.0' Coal Dry, dusky yellowish brown (10YR 2/2) to black, stiff, brittle, well fractured/cleated 10.0 - 25.0' Siltstone, some very fine sandstone Dry, very soft, many colors: pale yellowish brown to light olive gray at 10-12'; light brown (5YR 5/6) at 12-13'; light gray at 13-14'; moderate yellowish brown at 14-14.5'; light gray at 15-25'; carbonaceous shale at 14.5-15' 25.0 - 34.0' **Shale** Dry, medium gray to brownish gray, firm to stiff, carbonaceous from 25-30' (dark brown) 34.0 - 41.0' Siltstone, some very fine sandstone Dry to slightly moist, medium light gray, soft to firm, some very thin dark beds 41.0 - 43.0' Coal Dry, dusky yellowish brown and moderate brown, impurities, pyrite 43.0 - 54.5' Shale Dry, medium gray color to moderate olive brown, firm, carbonaceous at 43-44' and at 54', some calcareous at 51-51.5' gray cemented zone, very hard 54.5 - 57.0' Sandstone Moist, medium gray, soft; not making water 57.0 - 65.0' Shale Dry, medium gray, firm, carbonaceous stringer at 59'. Medium light gray, very hard cemented zone, calcareous at 63-64' 65.0 - 75.0' **Siltstone, interbedded sandstone** Dry to slightly moist, medium light gray, soft 75.0 - 126.5' Silty fine sandstone Medium light gray, soft, very moist at 81', cemented zone at 85', intercalcated shale at 85-93', less shale, sandstone hardness to some firm at 93' Very hard grayish orange shale stringer at 108-109' _clayey at 109-117 Siltv Very sandy, less 126.5 - 128.5' Coal Black, cleated, blochy, stiff 128.5 - 160.0' Shale Medium dark gray, stiff, carbonaceous at 128.5-130', becomes silty at 145', mild color change to medium gray 160.0 - 165.0' Fine to very fine sandstone Dry, medium light gray to I ight olive gray (5Y 6/1) 165.0 - 190.0' Siltstone, some very fine sandstone in top 5' Dry, medium gray, firm, cemented zone at 184'

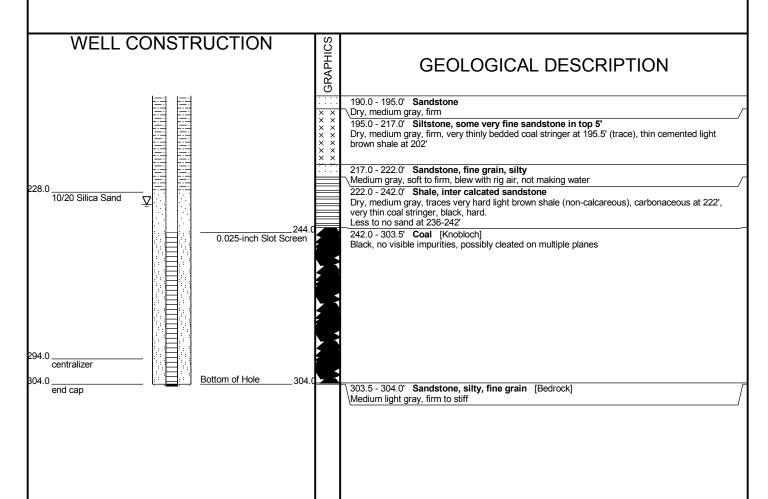


Billings, Montana

Monitor Well Log

Hole Name: B2-K

Date Hole Started: 1/26/2011 Date Hole Finished: 1/26/2011





Monitor Well Log

Hole Name: B2-O

Billings, Montana

Date Hole Started: 1/26/2011 Date Hole Finished: 1/26/2011

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana

Legal Description: T3S, R44E, Sec. 36; N

483992.43, E 2804337.58

Location Description: B2 Battery overburden

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole:

Target Aquifer: Overburden Hole Diameter (in): 8" Total Depth Drilled (ft): 130 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-130 8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 80-130 Sand Pack? 10/20 Silica Sand 66-130 Annular Seal? Bentonite Chips +1-66

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 483992.43 Easting: 2804337.58

Static Water Level Below MP: Dry Surface Casing Height (ft): 2.01

Date: 7/15/2011 Riser Height (ft): 1.64

Ground Surface Elevation (ft): 3269.76 MP Description:

MP Elevation (ft): 3271.4 MP Height Above or Below Ground (ft): 1.64

Remarks: 7 7/8' bit to 20', ream with 11 3/4" bit.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 2.0 8" steel 0.0 - 1.0' Silt with shale bedrock fragments [Topsoil] Bentonite Chips Dry, dark yellowish orange, soft, loose, roots, debris 1.0 - 5.0' **Shale** [Fort Union Formation/Bedrock] Dry, light brown (5YR 5/6) to moderate yellowish brown (10YR 5/4), soft to firm 5.0 - 6.5' Coal shale Dry, brownish gray to dark yellowish brown, soft to firm 6.5 - 10.0' Coal Dry, dusky yellowish brown (10YR 2/2) to black, stiff, brittle, well fractured/cleated 10.0 - 25.0' Siltstone, some very fine sandstone Dry, very soft, many colors: pale yellowish brown to light olive gray at 10-12'; light brown (5YR 5/6) at 12-13'; light gray at 13-14'; moderate yellowish brown at 14-14.5'; light gray at 15-25'; carbonaceous shale at 14.5-15' 25.0 - 34.0' Shale Dry, medium gray to brownish gray, firm to stiff, carbonaceous from 25-30' (dark brown) 34.0 - 41.0' Siltstone, some very fine sandstone Dry to slightly moist, medium light gray, soft to firm, some very thin dark beds 41.0 - 43.0' Coal Dry, dusky yellowish brown and moderate brown, impurities, pyrite 43.0 - 54.5' Shale Dry, medium gray color to moderate olive brown, firm, carbonaceous at 43-44', some calcareous at 54'; light gray cemented zone at 51-51.5', very hard, calcareous, reacts with acid 10/20 Silica Sand 54.5 - 57.0' Sandstone Moist, medium gray, soft 57.0 - 65.0' Shale Dry, medium gray, firm, carbonaceous stringer at 59'. Medium light gray, very hard cemented zone, calcareous at 63-64' 0.025-inch Slot Screen 65.0 - 75.0' Siltstone, interbedded fine sandstone Dry to slightly moist, medium light gray, soft centralizer 75.0 - 126.5' Sandstone at 75' (less silt than above) Medium light gray, thin cemented shale stringer, calcareous at 80', very moist at 81', injecting water, cemented zone at 85', intercalcated shale at 85-93', less shale but sandstone hardness to some firm Very hard grayish orange shale at 108-109' 120 centralizer 126.5 - 128.5' Coal Bottom of Hole 30.0 130. Black, cleated, blochy, stiff end can 128.5 - 130.0' Shale Medium dark gray, stiff, carbonaceous at 128.5-130', becomes silty at 145', mild color change to medium gray



Y/N

Monitor Well Log

Hole Name: B2-U

Date Hole Started: 1/25/11

0-355

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana

Legal Description: T3S, R44E, Sec. 36; N

483993.19, E 2804357.02

Location Description: Near existing PVC well in

Section 36 Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Client: Arch Coal

Drilling Method: Air Rotary

Drilling Fluids Used: Purpose of Hole:

Target Aguifer: Underburden Hole Diameter (in): 8" Total Depth Drilled (ft): 420

INTERVAL 4.5" Sch 40, PVC Well Installed? 0-420 8" steel Surface Casing Used? Υ +2-19 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 360-420 Sand Pack? 10/20 Silica Sand 355-420

DESCRIPTION

Bentonite Chips

Annular Seal? Surface Seal? **DEVELOPMENT/SAMPLING**

WELL COMPLETION

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Easting: 2804357.02 Northing: 483993.19

Static Water Level Below MP: 281.66 Surface Casing Height (ft): 2.20

Riser Height (ft): 1.51 Date: 1/26/2011

Ground Surface Elevation (ft): 3269.55 MP Description: Top PVC

MP Height Above or Below Ground (ft): 1.51 MP Elevation (ft): 3271.06

Remarks: PVC well SWL=235.91 BPVC (existing State well); At start of development SC=4700-4990 µmhos/cm, pH=7.77, temp=14.2°C. Final SC=3110 µmhos/cm, pH=8.18, temp=14.6°C. Developed with bailer, start 10:00a.m. 7 gal/50s, end 10:53a.m. 5 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 1.0' Silt with shale bedrock fragments [Topsoil] 2.0 8" steel Dry, dark yellowish orange, soft, loose, roots, debris 1.0 - 5.0' **Shale** [Fort Union Formation/Bedrock] Dry, light brown (5YR 5/6) to moderate yellowish brown (10YR 5/4), soft to firm 5.0 - 6.5' Coal shale Dry, brownish gray to dark yellowish brown, soft to firm 6.5 - 10.0' Coal Dry, dusky yellowish brown (10YR 2/2) to black, stiff, brittle, well fractured/cleated 10.0 - 25.0' Siltstone, some very fine sandstone Dry, very soft, many colors: pale yellowish brown to light olive gray at 10-12'; light brown (5YR 5/6) at 12-13'; light gray at 13-14'; moderate yellowish brown at 14-14.5'; light gray at 15-25'; carbonaceous shale at 14.5-15' 25.0 - 34.0' **Shale** Dry, medium gray to brownish gray, firm to stiff, carbonaceous from 25-30' (dark brown) 34.0 - 41.0' Siltstone, some very fine sandstone Dry to slightly moist, medium light gray, soft to firm, some very thin dark beds 41.0 - 43.0' **Coal** Dry, dusky yellowish brown and moderate brown, impurities, pyrite 43.0 - 54.5' Shale Dry, medium gray color to moderate olive brown, firm, carbonaceous at 43-44', some calcareous at 54'; light gray cemented zone at 51-51.5', very hard, calcareous, reacts with acid 54.5 - 57.0' Sandstone Moist, medium gray, soft 57.0 - 65.0' Shale Dry, medium gray, firm, carbonaceous stringer at 59'. Medium light gray, very hard cemented zone, calcareous at 63-64' 65.0 - 75.0' **Siltstone**, **interbedded fine sandstone** Dry to slightly moist, medium light gray, soft 75.0 - 126.5' Sandstone at 75' (less silt than above) Medium light gray, thin cemented shale stringer, calcareous at 80', very moist at 81', injecting water, cemented zone at 85', intercalcated shale at 85-93', less shale but sandstone hardness to some firm Very hard grayish orange shale at 108-109' Inte 126.5 - 128.5' Coal Black, cleated, blochy, stiff 128.5 - 160.0' Shale Medium dark gray, stiff, carbonaceous at 128.5-130', becomes silty at 145', mild color change to medium gray 160.0 - 165.0' Fine to very fine sandstone Dry, medium light gray to I ight olive gray (5Y 6/1) 165.0 - 190.0' Siltstone, some very fine sandstone in top 5' Dry, medium gray, firm, cemented zone at 184'

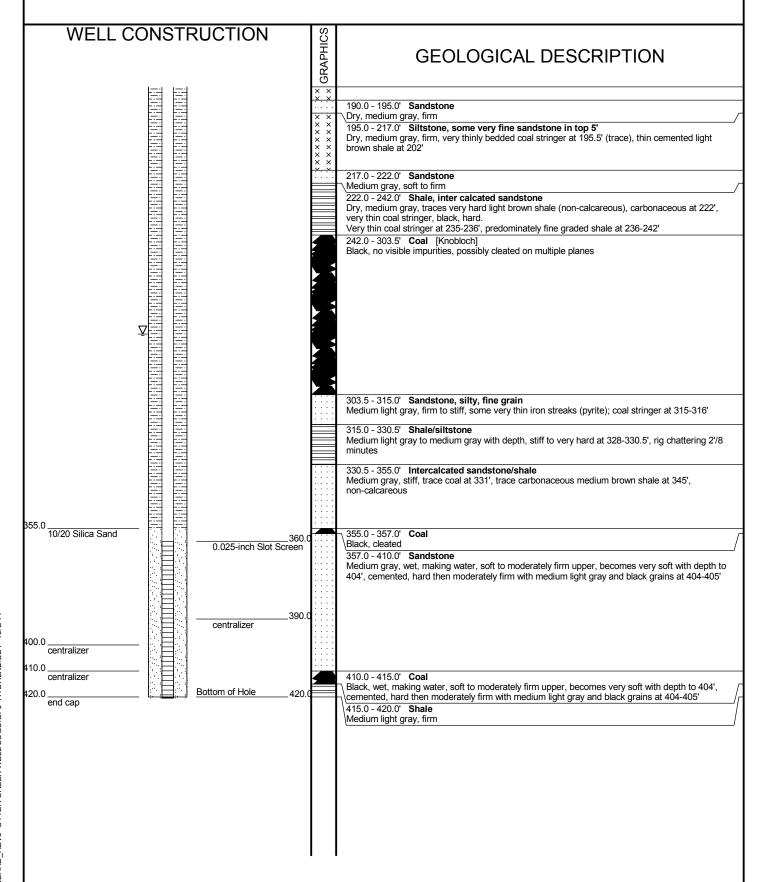


Billings, Montana

Monitor Well Log

Hole Name: B2-U

Date Hole Finished: 1/26/11





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B3-K

Date Hole Started: 6/30/11

4-163

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T3S, R45E, Sec. 34; N 484882.23, E 2821620.67

Location Description: B3 battery on Ark Land

property Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal

Hole Diameter (in): 10" (0-27'), 8" (27-40')

Total Depth Drilled (ft): 210

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-210 8" steel Surface Casing Used? +2-26 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 166-210 Sand Pack? 10/20 silica sand 163-210

Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Annular Seal?

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2821620.67 Northing: 484882.23

Static Water Level Below MP: 194.36 Surface Casing Height (ft): 1.71

Date: 6/30/2011 Riser Height (ft): 1.54

MP Description: Top PVC Ground Surface Elevation (ft): 3221.52

MP Height Above or Below Ground (ft): 1.54 MP Elevation (ft): 3223.06

Remarks: Set 28' of 8" steel; yield <1 gpm; SC=6320 µmhos/cm, pH=7.37, temp=17.5° C

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 2.0 8" steel 0.0 - 1.0' Silty clay [Topsoil/Colluvium] Bentonite Chips Dry crust then slightly moist to moist, moderate yellowish brown to light brown, moderately loose, some plasticity, roots 1.0 - 6.0' Claystone [Weathered Bedrock] Slightly moist, moderate yellowish brown and light brown, moderately dense to soft, trace of gypsum crystals 6.0 - 12.0' Carbonaceous shale [Bedrock] Slightly moist to dry, brownish gray and some olive gray, moderately firm; brownish black at 8'-9' and 10'-11' 12.0 - 22.0' Shale with thinly interbedded siltstone [Bedrock] Slightly moist, multicolored: pale yellowish brown, dark yellowish orange; moderately firm, trace of iron streaks; calcareous and non-calcareous 22.0 - 30.0' Shale Slightly moist, medium gray to brownish gray, possibly mildly carbonaceous, moderately firm, non-plastic 30.0 - 61.0' Siltstone Slightly moist to dry, pale yellowish brown and moderate yellowish brown; soft - loose to moderately firm, calcareous; very hard cemented zone at 32'-34', interbedded fine sand at 40'-43'; interbedded fine sand 45'-51', cemented zone light brown siltstone at 51'-52' and 58'-59'; interbedded fine sand at 55'-60' 61.0 - 67.0' Sandstone Dry, pale yellowish brown, soft, very fine to fine grain 67.0 - 70.0' Siltstone Dry, grayish orange to dark yellowish orange, soft to moderately firm, calcareous 70.0 - 78.0' Carbonaceous shale Dry, brownish gray (5YR 4/1) and grayish brown (5YR 3/2), moderately firm, most only mildly carbonaceous, very carbonaceous/coal at 76'-77' 78.0 - 89.0' Shale/siltstone Dry, light olive gray to yellowish brown with depth, moderately dense to very soft with depth; color change to yellowish gray at 87' B9.0 - 120.0' **Sandstone**, **very fine** [Clinker] Dry, yellowish gray (5Y 8/1), cuttings ground, soft; thin light brown siltstone stringer at 98'; color change to grayish orange pink (5YR 7/2) and light brown (5YR 6/4) at 117' [Thermally Altered Bedrock1 120.0 - 166.0' Siltstone, some very fine sandstone [Clinker] Dry, very pale orange and pale yellowish brown, soft, to very soft in some intervals, calcareous, poor circulation; color change to dark yellowish orange at 130.5', pale yellowish orange at 141'; very hard cemented zone at 142'-146', cemented zone calcareous, yellowish gray and very pale orange; moderately firm from 146'-166'; color change to brownish gray (5YR 6/1) at 160'; color change to light olive gray at 163' [Thermally Altered Bedrock]



Billings, Montana

Monitor Well Log

Hole Name: B3-K

Date Hole Finished: 6/30/11

Date Hole Started: 6/30/11

WELL CONSTRUCTION GRAPHICS **GEOLOGICAL DESCRIPTION** 10/20 Silica Sand 0.025-inch Slot Screen 166.0 - 208.0' **Coal** [Knobloch]
Dry, black to greenish/grayish black, soft and weak, becomes more blochy, cleated, harder at 198'; moist at 195', injecting water centralizer centralizer 195.0 centralizer 210.0 <u>centralizer</u> **Bottom of Hole** 210. 208.0 - 210.0' **Siltstone/ claystone** [Bedrock] Light olive gray to light gray, moderately firm to soft end cap



Billings, Montana

Monitor Well Log

Hole Name: B3-PH1

Date Hole Started: 3/24/2011 Date Hole Finished: 3/24/2011

INTERVAL

NA

NA

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company

Legal Description: N 45.53069 E 106.17119

(handheld GPS coordinates)

Location Description: B3 battery on Ark Land

property Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well

Target Aguifer: NA Hole Diameter (in): 8" Total Depth Drilled (ft): 100 WELL COMPLETION Y/N **DESCRIPTION** Well Installed? Surface Casing Used? Screen/Perforations? N

NA Sand Pack? NA Annular Seal? Ν NA Surface Seal? Bentonite Chips 0-100

DEVELOPMENT/SAMPLING Well Developed?

Water Samples Taken? N Boring Samples Taken? N

Easting: -106.17119 Northing: 45.53069

Static Water Level Below MP: Surface Casing Height (ft): NA

Riser Height (ft): NA Date:

MP Description: Ground Surface Elevation (ft):

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: Drill to 100', hole collapsing due to burned sediments, plugged hole 3/8" bentonite chips (68 bags); move locations.

WELL CONSTRUCTION

GRAPHICS

GEOLOGICAL DESCRIPTION

0.0 Bentonite Chips

0.0 - 2.0' Clay [Topsoil] Dry at surface to very moist, moderate yellowish brown, clay cracked at surface, trace coarse sand/gravel clinkers, roots, moderately plastic, rolls to 1/8"

2.0 - 5.0' **Shale** [Bedrock]

Dry, grayish brown and dusky brown from 2'-3', moderately cohesive 3'-5', firm, brownish gray to medium light gray at 3'-5', non-carbonaceous, trace white salt precipitates, non-calcareous

5.0 - 10.0' **Siltstone** Slightly moist, light brown

Stringer burned (clinker) siltstone, hard at 6'-7'

10.0 - 17.0' Silty shale

Dry, light brown and pale reddish brown at 10'-11', colors change from light olive gray to dusky red at 11'-15', soft to firm, mildly burned or oxidized from nearby burn; stringer very carbonaceous (peat/coal) at 15'; color change to light olive gray at 16'

17.0 - 43.0' Siltstone

Dry, grayish orange red, soft to moderately firm

Color change to moderate red at 22', then grades back to grayish orange red Color change to moderate red at 27', then grades back to grayish orange red

Same color change sequence from 32'-35' Fine sand interbedded at 35'-38'

Moderate red to grayish orange red color sequence from 39'-41'

Color change to moderate red from 42'-43'

43.0 - 45.0' Sandstone

Slightly moist, grayish orange pink, soft to very soft

45.0 - 51.0' Siltstone, some interbedded fine sand

Dry, soft to firm, colors very pale orange to dusky red (5R 3/4), soft to stiff

51.0 - 54.0' Sandstone, fine

Slightly moist, grayish orange pink to light brown (5YR 5/6) 54.0 - 63.0' **Siltstone**

Dry, colors from very pale orange to moderate red, soft to firm

63.0 - 65.0' Sandstone Dry, light brownish gray, soft

65.0 - 78.0' Siltstone/shale

Dry, grayish orange pink to moderate reddish brown, oxidized but not bisque

78.0 - 100.0' Sandstone

Dry, grayish orange pink/pinkish gray to light brownish gray, some cuttings ground by bit; oxidized, soft to very hard, hole collapsing

Bottom of Hole



Y/N

Υ

Monitor Well Log

Hole Name: B3-U

Date Hole Started: 6/30/11

INTERVAL

+2-325

+2-192

304-324

297-325

0-297

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T3S, R45E, Sec. 34; N 484871.99, E 2821619.97

Location Description: B3 battery on Ark Land

property Recorded By: RJL & HJK

Client: Arch Coal

Drilling Company: Askin Drilling Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal

Hole Diameter (in): 8" Total Depth Drilled (ft): 325 Surface Seal?

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Well Developed? Rig Air Lift

Water Samples Taken? N Boring Samples Taken? N

DEVELOPMENT/SAMPLING

Easting: 2821619.97 Northing: 484871.99

Static Water Level Below MP: 196.25 Surface Casing Height (ft): 1.42

Date: 7/6/2011 Riser Height (ft): 1.01

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Chips

0.025-inch slot, Sch 40 PVC

MP Description: Ground Surface Elevation (ft): 3221.32

MP Height Above or Below Ground (ft): 1.01 MP Elevation (ft): 3222.33

Remarks: Drill to 160' with 7 7/8" drag bit, ream out with 10" bit. Poor circulation, set 160' of 8" steel. Drilling with water at 200' and below. Developed with air lifting - estimate 5 gpm. Initial SC=2100 µmhos/cm, final SC=1830 µmhos/cm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 1.0' Silty clay [Topsoil/Colluvium] 2.0 8" steel Dry crust then slightly moist to moist, moderate yellowish brown to light brown, moderately loose, some plasticity, roots 1.0 - 6.0' Claystone [Weathered Bedrock] Slightly moist, moderate yellowish brown and light brown, moderately dense to soft, trace of gypsum crystals 6.0 - 12.0' Carbonaceous shale [Bedrock] Slightly moist to dry, brownish gray and some olive gray, moderately firm; brownish black at 8'-9' and 10'-11' 12.0 - 22.0' Shale with thinly interbedded siltstone [Bedrock] Slightly moist, multicolored: pale yellowish brown, dark yellowish orange; moderately firm, trace of iron streaks; calcareous and non-calcareous 22.0 - 30.0' Shale Slightly moist, medium gray to brownish gray, possibly mildly carbonaceous, moderately firm, non-plastic 30.0 - 61.0' Siltstone Slightly moist to dry, pale yellowish brown and moderate yellowish brown; soft - loose to moderately firm, calcareous; very hard cemented zone at 32'-34', interbedded fine sand at 40'-43'; interbedded fine sand 45'-51', cemented zone light brown siltstone at 51'-52' and 58'-59'; interbedded fine sand at 55'-60' 61.0 - 67.0' Sandstone Dry, pale yellowish brown, soft, very fine to fine grain 67.0 - 70.0' Siltstone Dry, grayish orange to dark yellowish orange, soft to moderately firm, calcareous 70.0 - 78.0' Carbonaceous shale Dry, brownish gray (5YR 4/1) and grayish brown (5YR 3/2), moderately firm, most only mildly carbonaceous, very carbonaceous/coal at 76'-77' 78 0 - 89 0' Shale/siltstone Dry, light olive gray to yellowish brown with depth, moderately dense to very soft with depth; color change to yellowish gray at 87' B9.0 - 120.0' Sandstone, very fine [Clinker] Dry, yellowish gray (5Y 8/1), cuttings ground, soft; thin light brown siltstone stringer at 98'; color change to grayish orange pink (5YR 7/2) and light brown (5YR 6/4) at 117' [Thermally Altered 120.0 - 160.0' Siltstone, some very fine sandstone [Clinker] Dry, very pale orange and pale yellowish brown, soft, to very soft in some intervals, calcareous, poor circulation; color change to dark yellowish orange at 130.5', pale yellowish orange at 141'; very hard cemented zone at 142'-146', cemented zone calcareous, yellowish gray and very pale orange; moderately firm from 146'-160'; color change to brownish gray (5YR 6/1) at 160' [Thermally Altered Bedrock] 160.0 - 169.0' Siltstone/claystone [Clinker]

Dry, gray and pale orange (varying shades), weak

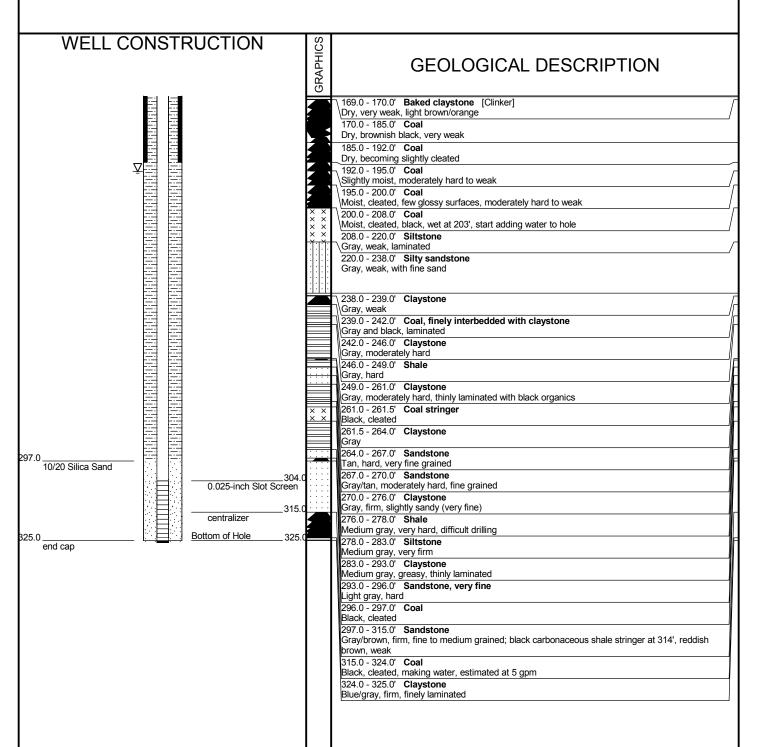


Billings, Montana

Monitor Well Log

Hole Name: B3-U

Date Hole Started: 6/30/11 Date Hole Finished: 7/1/11





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B4-K

Date Hole Started: 7/26/11

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T3S, R45E, Sec. 26, SW1/4, SE1/4; N 488338.13, E 2828613.28 Location Description: 15 feet East of B4-U

Recorded By: HJK

Client: Arch Coal

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal

Hole Diameter (in): 8" Total Depth Drilled (ft): 246 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-246 8" steel Surface Casing Used? Υ +2-19

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 181-246 Sand Pack? 10/20 silica sand 175-246 Annular Seal? Bentonite Grout and Bentonite Chips 0 - 175

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air Lift

Water Samples Taken? N Boring Samples Taken? N

Easting: 2828613.28 Northing: 488338.13

Static Water Level Below MP: 150.51 Surface Casing Height (ft): 1.67

Riser Height (ft): 1.30 Date: 8/24/2011

MP Description: Top of PVC Ground Surface Elevation (ft): 3241.41

MP Height Above or Below Ground (ft): 1.30 MP Elevation (ft): 3242.71

Remarks: Lithology based on well B4-U. Start air lift at 11:30 a.m.; 11:50 a.m. SC=3430 µmhos/cm. Recalibrated SC meter; 12:15 p.m. SC= 4860 μmhos/cm. While drilling B4-K Askin stopped at 140' on July 26, 2011 at 5:00 p.m.; water came up to 120' by 9:00 a.m. July 27, 2011.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 2.0 8" steel Bentonite Grout & 0.0 0.0 - 2.0' Silt [Weathered Bedrock/Colluvium] Some clay, dry, pale yellowish brown, loose Chips 2.0 - 8.0' Sandstone [Bedrock] Very fine, slightly moist, pale yellow brown to light olive gray; soft 8.0 - 11.0' Siltstone Dry, dark vellowish orange 11.0 - 12.0' Shale Slightly moist, dark yellowish brown, moderately firm, low plasticity, mildly carbonaceous 12.0 - 14.0' Shale Dry, light olive gray to moderately gray, moderately carbonaceous, moderately firm 14.0 - 27.0' Siltstone Dry, light olive gray, gypsum crystals from 16'-19'; color to dark yellowish orange at 17'. Mild carbonaceous shale stringer at 19'-20'; medium dark gray. Color change to medium dark gray at 22', and dark yellowish orange at 27 27.0 - 28.0' Carbonaceous shale Dry, medium gray and dark greenish gray 28.0 - 36.0' Siltstone Dry, light gray, center very hard, then dark greenish gray and medium gray at 29'. Hardness is dense to medium firm 36.0 - 39.0' Carbonaceous shale Junk coal, dry, brownish gray and medium dark gray; moderately stiff 39.0 - 105.0' **Siltstone** Light gray, dry, firm to stiff, medium/very hard cemented at 45'-47' and 51'-52'. Minor trace very fine sandstone at 50'-53'. Color change to grayish brown at 63'-67'. Color change back to light gray at 67'. Trace interbedded very fine sand and hardness to soft; cemented stringer 0.5' thick at 73'. Color change to light olive gray at 75' 105.0 - 132.0' Sandstone Slightly moist to moist; medium light gray to medium gray, stiff, cuttings ground, grain size from very fine to fine with depth. Siltstone, dry, medium gray and grayish blue; interbedded from 116'-120'. Siltstone interbedded at 125'. Moist to very moist at 130', injected water, possibly making water. Very thin coal stringer at 132' 132.0 - 145.0' Shale/siltstone Medium gray, firm to very hard cemented zone at 133'-137'; very hard shale. Color change to medium light gray at 140' 145.0 - 151.0' Sandstone ∇ Medium light gray, medium firm to soft; blew with rig air; open hole possibly making little water

151.0 - 180.0' Siltstone and shale

Medium gray to medium light gray; moderately firm to stiff; thin cemented zone at 165'



Billings, Montana

Monitor Well Log

Hole Name: B4-K

Date Hole Started: 7/26/11

WELL CONSTRUCTION GRAPHICS **GEOLOGICAL DESCRIPTION** 10/20 Silica Sand 181.0 ______centralizer _____182.0 0.025-inch Slot Screen 180.0 - 246.0' **Coal** [Knobloch] Black, hard, dense, cleated 3x 196.0 centralizer centralizer 216.0 centralizer centralizer centralizer Bottom of Hole 246.0_ 246.0 end cap



Monitor Well Log

Hole Name: B4-O

Date Hole Finished: 7/27/11

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T3S, R45E, Sec. 26 SW1/4, SE1/4' N 488340.36, E 2828627.91 Location Description: 15 feet East of B4-K

Recorded By: HJK

Client: Arch Coal

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aquifer: Overburden Above Knobloch

Hole Diameter (in): 8" Total Depth Drilled (ft): 132 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-132 8" steel Surface Casing Used? +2-20 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 122-132 Sand Pack? 10/20 silica sand 120-132 Annular Seal? Bentonite Chips 0 - 120

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 488340.36 Easting: 2828627.91

Static Water Level Below MP: 121.24 Surface Casing Height (ft): 1.89

Riser Height (ft): 1.46 Date: 8/24/2011

MP Description: Top of PVC Ground Surface Elevation (ft): 3241.63

MP Height Above or Below Ground (ft): 1.46 MP Elevation (ft): 3243.09

Remarks: Lithology based on well B4-U. Bailed ~5 gallons, yield ~30 ounces per bail; SC= 3200 µmhos/cm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 2.0' Silt [Weathered Bedrock/Colluvium] 2.0 8" steel Some clay, dry, pale yellowish brown, loose 2.0 - 8.0' Sandstone [Bedrock] Very fine, slightly moist, pale yellow brown to light olive gray; soft 8.0 - 11.0' Siltstone Dry, dark yellowish orange 11.0 - 12.0' Shale Slightly moist, dark yellowish brown, moderately firm, low plasticity, mildly carbonaceous 12.0 - 14.0' Shale Dry, light olive gray to moderately gray, moderately carbonaceous, moderately firm 14.0 - 27.0' Siltstone Dry, light olive gray, gypsum crystals from 16'-19'; color to dark yellowish orange at 17'. Mild carbonaceous shale stringer at 19'-20'; medium dark gray. Color change to medium dark gray at 22', and dark yellowish orange at 27 27.0 - 28.0' Carbonaceous shale Dry, medium gray and dark greenish gray 28.0 - 36.0' Siltstone Dry, light gray, center very hard, then dark greenish gray and medium gray at 29'. Hardness is dense to medium firm 36.0 - 39.0' Carbonaceous shale Junk coal, dry, brownish gray and medium dark gray; moderately stiff 39.0 - 105.0' **Siltstone** Light gray, dry, firm to stiff, medium/very hard cemented at 45'-47' and 51'-52'. Minor trace very fine sandstone at 50'-53'. Color change to grayish brown at 63'-67'. Color change back to light gray at 67'. Trace interbedded very fine sand and hardness to soft; cemented stringer 0.5' thick at 73'. Color change to light olive gray at 75' 105.0 - 132.0' Sandstone Slightly moist to moist; medium light gray to medium gray, stiff, cuttings ground, grain size from very fine to fine with depth. Siltstone, dry, medium gray and grayish blue, interbedded from 116'-120'. Siltstone interbedded at 125'. Moist to very moist at 130', injected water, possibly making water. Very thin coal stringer at 132' 10/20 Silica Sand 122 0.025-inch Slot Screen Bottom of Hole end cap; centralizer



Monitor Well Log

Hole Name: B4-U

Date Hole Finished: 7/26/11

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Billings, Montana

Property Owner: Ark Land Company Legal Description: T3S, R45E, Sec. 26 1/4SW, 1/4SE; N 488335.49, E 2828597.54 Location Description: At fence near border with

Section 35 Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Underburden Hole Diameter (in): 8" Total Depth Drilled (ft): 341

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVAL</u> |
|----------------------|------------|--------------------------------------|-----------------|
| Well Installed? | Υ | 4.5" SDR-17 Certa-lok-ID well casing | +2-341 |
| Surface Casing Used? | Υ | 8" steel | +2-20 |
| Screen/Perforations? | Υ | 4.5" SDR-17 0.025-inch slot | 301-341 |
| Sand Pack? | Υ | 10/20 silica sand | 295-341 |
| Annular Seal? | Υ | Bentonite Chips | 285-295 |
| Surface Seal? | Υ | Bentonite Grout (20% solids) | +1-285 |

DEVELOPMENT/SAMPLING

Well Developed? Rig Bailer

Water Samples Taken? N Boring Samples Taken? N

Northing: 488335.49 Easting: 2828597.54

Static Water Level Below MP: 187 Surface Casing Height (ft): 2.09

Date: 7/26/2011 Riser Height (ft): 1.55

MP Description: Top PVC Ground Surface Elevation (ft): 3241.51

MP Height Above or Below Ground (ft): 1.55 MP Elevation (ft): 3243.06

Remarks: Sealed annular space with 15 bags of 3/8" bentonite chips from 285'-295' bgs prior to developing with rig bailer. Bailed with rig bailer, seal leaking, finished grouting with Hi-solids bentonite grout to seal. Bailed with rig bailer after sealed; yields approx. 1-1.5 gpm. After development water quality: SC=4000 µmhos/cm, pH=8.16, temp= 16.3° C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 2.0' Silt [Weathered Bedrock/Colluvium] 2.0 8" steel Bentonite Grout Some clay, dry, pale yellowish brown, loose 2.0 - 8.0' Sandstone [Bedrock] Very fine, slightly moist, pale yellow brown to light olive gray; soft 8.0 - 11.0' Siltstone Dry, dark vellowish orange 11.0 - 12.0' Shale Slightly moist, dark yellowish brown, moderately firm, low plasticity, mildly carbonaceous 12.0 - 14.0' Shale Dry, light olive gray to moderately gray, moderately carbonaceous, moderately firm 14.0 - 27.0' Siltstone Dry, light olive gray, gypsum crystals from 16'-19'; color to dark yellowish orange at 17'. Mild carbonaceous shale stringer at 19'-20'; medium dark gray. Color change to medium dark gray at 22', and dark yellowish orange at 27 27.0 - 28.0' Carbonaceous shale Dry, medium gray and dark greenish gray 28.0 - 36.0' Siltstone Dry, light gray, center very hard, then dark greenish gray and medium gray at 29'. Hardness is dense to medium firm 36.0 - 39.0' Carbonaceous shale Junk coal, dry, brownish gray and medium dark gray; moderately stiff 39.0 - 105.0' **Siltstone** Light gray, dry, firm to stiff, medium/very hard cemented at 45'-47' and 51'-52'. Minor trace very fine sandstone at 50'-53'. Color change to grayish brown at 63'-67'. Color change back to light gray at 67'. Trace interbedded very fine sand and hardness to soft; cemented stringer 0.5' thick at 73'. Color change to light olive gray at 75' 105.0 - 132.0' Sandstone Slightly moist to moist; medium light gray to medium gray, stiff, cuttings ground, grain size from very fine to fine with depth. Siltstone, dry, medium gray and grayish blue; interbedded from 116'-120'. Siltstone interbedded at 125'. Moist to very moist at 130', injected water, possibly making water. Very thin coal stringer at 132' 132.0 - 145.0' Shale/siltstone Medium gray, firm to very hard cemented zone at 133'-137'; very hard shale. Color change to medium light gray at 140' 145.0 - 151.0' Sandstone

Medium light gray, medium firm to soft; blew with rig air; open hole possibly making little water

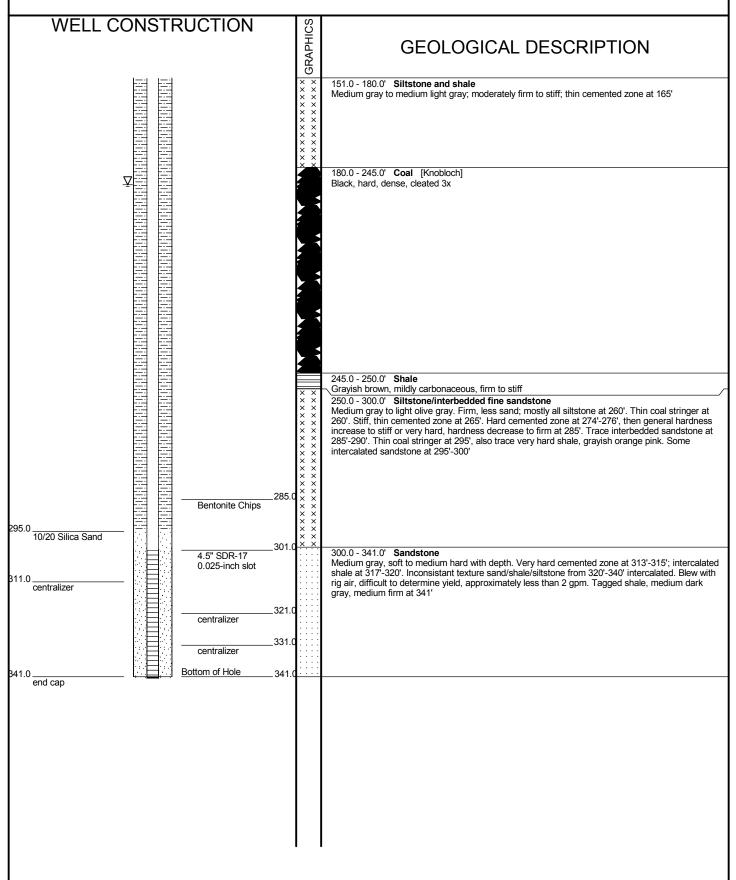


Billings, Montana

Monitor Well Log

Hole Name: B4-U

Date Hole Started: 7/25/11 Date Hole Finished: 7/26/11





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B5-K

Date Hole Started: 3/25/2011 Date Hole Finished: 3/25/2011

INTERVAL

+2-260

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 11; N 474964.49, E 2826831.71

Location Description: B5 battery near weather

Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal

Hole Diameter (in): 11" (0-20'), 8"(20-260')

Total Depth Drilled (ft): 260

WELL COMPLETION Y/N **DESCRIPTION** 4.5" Sch 40, PVC Well Installed?

8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 185-260 Sand Pack? 10/20 silica sand 173.5-260 Annular Seal? Bentonite Chips +1-173 5

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air & bailer

Water Samples Taken? N Boring Samples Taken? N

Northing: 474964.49 Easting: 2826831.71

Static Water Level Below MP: 181.77 Surface Casing Height (ft): 1.99

Date: 3/25/2011 Riser Height (ft): 1.66

MP Description: Top PVC Ground Surface Elevation (ft): 3223.85

MP Height Above or Below Ground (ft): 1.66 MP Elevation (ft): 3225.51

Remarks: Developed with rig air and bailer; bailed at 13 gpm for 20 minutes, rig air for 25 minutes during completion. SC=1670 µmhos/cm, pH=8.46, temp=12.1° C; water color = medium dark brown, turbid after development.

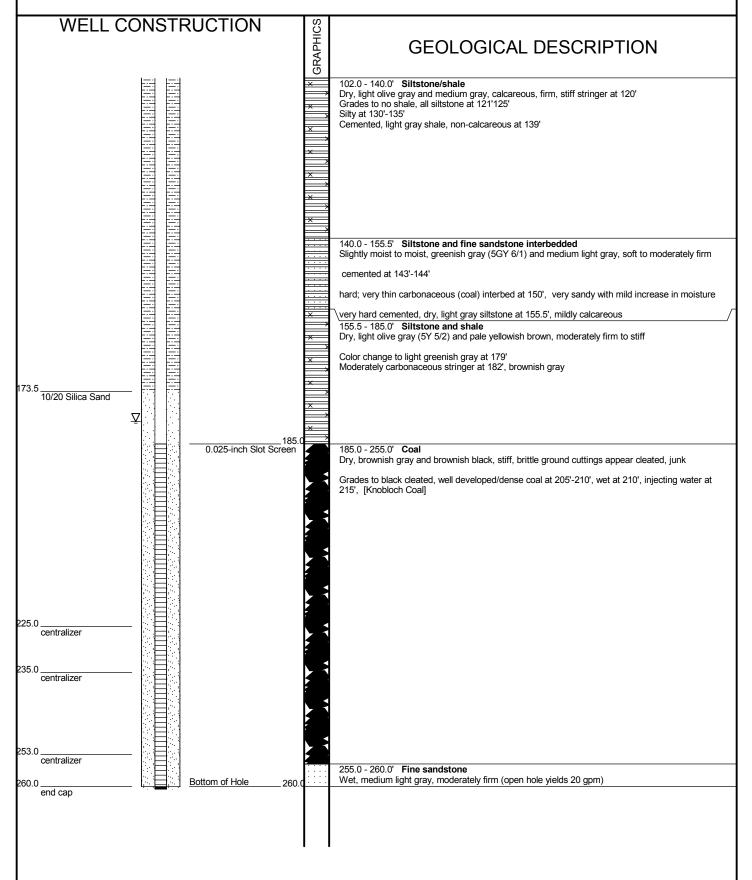
WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 3.0' Silty clay/grades to siltstone [Colluvium/Weathered Bedrock] 0.0 Moist, soft, weathered, roots to 3', calcareous, trace grayish white precipitates; trace clinker gravel from 0'-1' 3.0 - 6.0' Sandstone, fine [Bedrock] Slightly moist, light olive gray to medium light gray, soft 6.0 - 7.0' Siltstone Dry, pale yellowish brown to light olive gray, moderately firm to stiff, calcareous 7.0 - 9.0' **Coal** 8" steel +2-18 Dry, brownish gray and black with medium gray shale, firm to stiff, junk 9.0 - 10.0' Carbonaceous shale Dry, moderate brown and grayish red, moderately firm, moderately carbonaceous, trace micaceous material 10.0 - 13.0' Coal Dry, brownish gray black, firm to stiff, junk 13.0 - 34.0' Siltstone Dry to slight moist, light olive gray and very pale orange (10YR 8/2), soft to very soft, most cuttings gravel to rock flow Color change to medium gray at 20', calcareous Moist at 22', interbedded very fine sandstone starting at 22' Color change to olive grown at 24' 34.0 - 35.0' Coal Dry, brownish black, stiff to hard 35.0 - 42.0' Carbonaceous shale to non carbonaceous shale at 36 Dry, olive gray (5Y 4/1) moderately firm; medium dark gray to medium light gray and greenish gray with change from carbonaceous shale to non-carbonaceous shale 42.0 - 44.0' Siltstone Dry, medium light gray, soft 44.0 - 45.0' Coal Dry, brownish black (5YR 2/1), stiff, ground cuttings, multiple cleats?, junk 45.0 - 76.0' Shale Dry, colors medium light gray, olive gray, moderately frim to stiff with hard cemented zones as follows: Cemented zone, light gray shale at 48'; Moderately carbonaceous at 51'-52'; Cemented zone, light gray shale at 53°; Cemented zone, light gray shale at 67'; Cemented zone, light gray shale at 69'; Moderately carbonaceous at 72'-74' 76.0 - 80.0' Siltstone and interbedded fine sandstone Dry, medium to medium light gray, soft to moderately firm, non-calcareous 80.0 - 99.0' Shale Dry, medium light gray and light olive gray, firm, non-carbonaceous, non-calcareous; Interbedded siltstone at 81'-82' and at 84'-86' Carbonaceous stringer at 95.5', dark yellowish gray and brownish black 99.0 - 102.0' Siltstone and interbedded fine sandstone Slightly moist, light gray, soft to firm



Billings, Montana

Monitor Well Log

Hole Name: B5-K





Y/N

Monitor Well Log

Hole Name: B5-O

Date Hole Started: 4/6/2011 Date Hole Finished: 4/6/2011

INTERVAL

+2-156

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 11; N 474962.21, E 2826808.49

Location Description: B5 battery near weather

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well

Target Aguifer: Overburden Hole Diameter (in): 8" Total Depth Drilled (ft): 156

8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 141-156 Sand Pack? 10/20 silica sand 136-156 +1-136

4.5" Sch 40, PVC

DESCRIPTION

Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING** Well Developed?

WELL COMPLETION

Well Installed?

Water Samples Taken? N Boring Samples Taken? N

Easting: 2826808.49 Northing: 474962.21

Static Water Level Below MP: dry Surface Casing Height (ft): 1.93

Riser Height (ft): 1.56 Date: 4/7/2011

MP Description: Top PVC Ground Surface Elevation (ft): 3224.64

MP Height Above or Below Ground (ft): 1.56 MP Elevation (ft): 3226.2

Remarks: Lithology based on well B5-K, cuttings verified in field during drilling. Dry hole

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel +2-18 0.0 - 3.0' Silty clay/grades to siltstone [Colluvium/Weathered Bedrock] Bentonite Chips 1.0 Moist, soft, weathered, roots to 3', calcareous, trace grayish white precipitates; trace clinker gravel from 0'-1' 3.0 - 6.0' Sandstone, fine [Bedrock] Slightly moist, light olive gray to medium light gray, soft 6.0 - 7.0' Siltstone Dry, pale yellowish brown to light olive gray, moderately firm to stiff, calcareous 7.0 - 9.0' **Coal** Dry, brownish gray and black with medium gray shale, firm to stiff, junk 9.0 - 10.0' Carbonaceous shale Dry, moderate brown and grayish red, moderately firm, moderately carbonaceous, trace micaceous material 10.0 - 13.0' Coal Dry, brownish gray black, firm to stiff, junk 13.0 - 34.0' Siltstone Dry to slight moist, light olive gray and very pale orange (10YR 8/2), soft to very soft, most cuttings gravel to rock flow Color change to medium gray at 20', calcareous Moist at 22', interbedded very fine sandstone starting at 22' Color change to olive grown at 24' 34.0 - 35.0' Coal Dry, brownish black, stiff to hard 35.0 - 42.0' Carbonaceous shale to non carbonaceous shale at 36 Dry, olive gray (5Y 4/1) moderately firm; medium dark gray to medium light gray and greenish gray with change from carbonaceous shale to non-carbonaceous shale 42.0 - 44.0' Siltstone Dry, medium light gray, soft 44.0 - 45.0' Coal Dry, brownish black (5YR 2/1), stiff, ground cuttings, multiple cleats?, junk 45.0 - 76.0' Shale Dry, colors medium light gray, olive gray, moderately frim to stiff with hard cemented zones as follows: Cemented zone, light gray shale at 48'; Moderately carbonaceous at 51'-52'; Cemented zone, light gray shale at 53°; Cemented zone, light gray shale at 67'; Cemented zone, light gray shale at 69'; Moderately carbonaceous at 72'-74' 76.0 - 80.0' Siltstone and interbedded fine sandstone Dry, medium to medium light gray, soft to moderately firm, non-calcareous 80.0 - 99.0' Shale Dry, medium light gray and light olive gray, firm, non-carbonaceous, non-calcareous; Interbedded siltstone at 81'-82' and at 84'-86' Carbonaceous stringer at 95.5', dark yellowish gray and brownish black

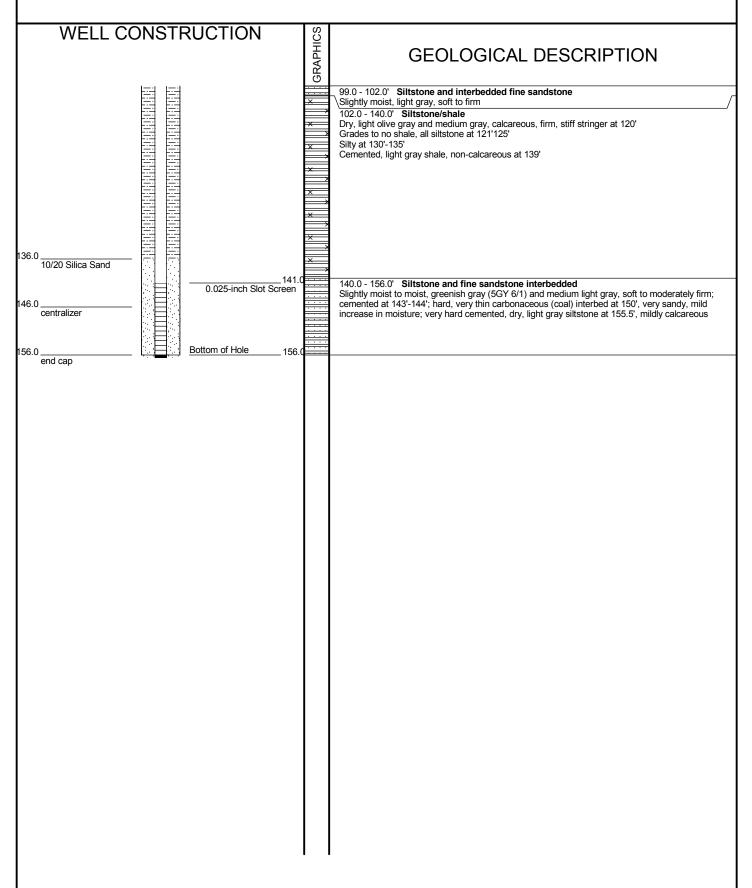


Billings, Montana

Monitor Well Log

Hole Name: B5-O

Date Hole Started: 4/6/2011 Date Hole Finished: 4/6/2011





Y/N

Ν

Ν

WELL COMPLETION

Surface Casing Used?

DEVELOPMENT/SAMPLING

Water Samples Taken? N

Boring Samples Taken? N

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed?

Monitor Well Log

Hole Name: B5-PH1

Billings, Montana

INTERVAL

NA

NA

NA

NA

NA

0-100

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 10; N45.50291, E-106.1569 (NAD83) Location Description: near weather station

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Drilling Method: Air Rotary Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well

Target Aguifer: NA Hole Diameter (in): 8" Total Depth Drilled (ft): 105

Driller: Ron Askin

Easting: 2825224.07 Northing: 475137.55

Static Water Level Below MP: Surface Casing Height (ft): NA

Riser Height (ft): NA Date:

DESCRIPTION

Bentonite Chips

Ground Surface Elevation (ft): 3196.32 MP Description:

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: Lost circulation in burn, plugged hole with 3/8" bentonite chips (68 bags).

WELL CONSTRUCTION

GRAPHICS

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GEOLOGICAL DESCRIPTION

0.0 Bentonite Chips

0.0 - 1.0' **Silty clay** [Colluvium/Topsoil] Moist, moderate brown, soft, moderately dense

1.0 - 8.0' Siltstone [Bedrock]
Dry to slightly moist, very pale orange to pale yellowish orange, very soft, highly weathered to 6', then hardens to moderately firm and less weathered at 6'-8', colors change to pale yellowish brown and olive gray

8.0 - 10.0' Shale, very silty

Dry, dark yellowish brown to pale yellowish brown with depth, moderately carbonaceous to non-carbonaceous with depth, soft to moderately firm

10.0 - 15.0' Siltstone/shale, interbedded

Dry, pale yellowish brown and olive gray to medium light gray, moderately firm to firm, all non-calcareous

15.0 - 18.0' Siltstone [Bedrock]

Dry, multi-colored from pale yellowish brown, pale yellowish orange to dark yellowish brown, soft, non-calcareous

18.0 - 48.0' Shale/siltstone, interbedded

Dry, medium light gray to medium gray, moderately firm to firm, all non-calcareous; slight carbonaceous at 18'-20', some thin laminations and oxidized beds: brownish gray at 21'-22'; light brown (5YR 5/6) at 25'-26', pale reddish brown at 33'-34'; then color changes from grays to orange/reds; highly oxidzied

colors variable from grayish orange, light brown (5YR 5/6), and moderate red (5R 5/4)

Hardness to stiff from 43'-44'

Hard from 47'-48'

48.0 - 66.0' Siltstone/some very fine sandstone

Dry, dark yellowish orange, (10YR 6/6) and light brown to grayish orange pink, soft; very hard cemented zone at 65.5'-66', burned sandstone

66.0 - 75.5' Fine sandstone

Dry, very pale orange and grayish orange pink, soft to very soft; burned cemented zone at 72'-73', hard

75.5 - 79.0' Oxidized shale (burned)

Dry, light brown (5YR 6/4) and grayish orange, very hard, rig chattering

79.0 - 84.0' Sandstone, very fine

Dry, grayish orange to grayish orange pink with depth, soft with some intercalcated very hard shale; stringer of very hard burned shale at 83'

84.0 - 100.0' Siltstone

Dry, light brown (5YR 6/4 and 5YR 5/6), hard to very hard, cuttings ground, some interbedded fine sandstone at 87'-88'; oxidized, sandy at 92'-94'

Bottom of Hole

100.0 - 105.0' Oxidized shale [Clinker]

Dry, moderate orange pink to light brown, very hard/cemented



Monitor Well Log

Hole Name: B5-U

Date Hole Started: 4/5/2011 Date Hole Finished: 4/6/2011

INTERVAL

+2-500

+2-18

+1-446

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 11; N474963.53, E 2826819.95

Location Description: B5 battery near weather

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Underburden Hole Diameter (in): 11"(0-18'), 8"(18-500')

Total Depth Drilled (ft): 500

WELL COMPLETION Y/N **DESCRIPTION**

4.5" SDR-17 Certa-lok-ID well casing Well Installed? Surface Casing Used? Υ 8" steel

Screen/Perforations? 4.5" 0.025-inch slot SDR-17 450-500 Sand Pack? 10/20 silica sand 446-500 Annular Seal? Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2826819.95 Northing: 474963.53

Static Water Level Below MP: 162.93 Surface Casing Height (ft): 1.87

Date: 4/6/2011 Riser Height (ft): 1.47

Ground Surface Elevation (ft): 3224.17 MP Description: Top PVC

MP Height Above or Below Ground (ft): 1.47 MP Elevation (ft): 3225.64

Remarks: Sand pack interval estimated based on 2' per bag, measuring string broke off in well. Cuttings verified in field. Injecting water at 225', developed with rig air at 280' bgs 5 minutes, at 320' bgs 20 minutes ~500 gallons removed; SC=1096 µmhos/cm after development.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel 0.0 - 3.0' Silty clay/grades to siltstone [Colluvium/Weathered Bedrock] Bentonite Chips 1.0 Moist, soft, weathered, roots to 3', calcareous, trace grayish white precipitates; trace clinker gravel from 0'-1' 3.0 - 6.0' Sandstone, fine [Bedrock] Slightly moist, light olive gray to medium light gray, soft 6.0 - 7.0' Siltstone Dry, pale yellowish brown to light olive gray, moderately firm to stiff, calcareous 7.0 - 9.0' **Coal** Dry, brownish gray and black with medium gray shale, firm to stiff, junk 9.0 - 10.0' Carbonaceous shale Dry, moderate brown and grayish red, moderately firm, moderately carbonaceous, trace micaceous material 10.0 - 13.0' Coal Dry, brownish gray black, firm to stiff, junk 13.0 - 34.0' Siltstone Dry to slight moist, light olive gray and very pale orange (10YR 8/2), soft to very soft, most cuttings gravel to rock flow Color change to medium gray at 20', calcareous Moist at 22', interbedded very fine sandstone starting at 22' Color change to olive grown at 24' 34.0 - 35.0' Coal Dry, brownish black, stiff to hard 35.0 - 42.0' Carbonaceous shale to non carbonaceous shale at 36 Dry, olive gray (5Y 4/1) moderately firm; medium dark gray to medium light gray and greenish gray with change from carbonaceous shale to non-carbonaceous shale 42.0 - 44.0' Siltstone Dry, medium light gray, soft 44.0 - 45.0' Coal Dry, brownish black (5YR 2/1), stiff, cuttings ground, multiple cleats?, junk 45.0 - 76.0' Shale Dry, colors medium light gray, olive gray, moderately frim to stiff with hard cemented zones as follows: Cemented zone, light gray shale at 48'; Moderately carbonaceous at 51'-52'; Cemented zone, light gray shale at 53°; Cemented zone, light gray shale at 67'; Cemented zone, light gray shale at 69'; Moderately carbonaceous at 72'-74' 76.0 - 80.0' Siltstone and interbedded fine sandstone Dry, medium to medium light gray, soft to moderately firm, non-calcareous 80.0 - 99.0' Shale Dry, medium light gray and light olive gray, firm, non-carbonaceous, non-calcareous; Interbedded siltstone at 81'-82' and at 84'-86' Carbonaceous stringer at 95.5', dark yellowish gray and brownish black 99.0 - 102.0' Siltstone and interbedded fine sandstone



Billings, Montana

Monitor Well Log

Hole Name: B5-U Date Hole Started: 4/5/2011 Date Hole Finished: 4/6/2011

WELL CONSTRUCTION **GRAPHICS GEOLOGICAL DESCRIPTION**

Slightly moist, light gray, soft to firm 102.0 - 140.0' Siltstone/shale

Cemented, light gray shale, non-calcareous at 139'

Dry, light olive gray and medium gray, calcareous, firm, stiff stringer at 120' Grades to no shale, all siltstone at 121'125' Silty at 130'-135'

140.0 - 155.5' Siltstone and fine sandstone interbedded

Slightly moist to moist, greenish gray (5GY 6/1) and medium light gray, soft to moderately firm; cemented at 143'-144', hard; very thin carbonaceous (coal) interbed at 150', interbed very sandy, slight moisture increase; very hard cemented, dry, light gray siltstone at 155.5', mildly calcareous

155.5 - 185.0' Siltstone and shale

Dry, light olive gray (5Y 5/2) and pale yellowish brown, moderately firm to stiff

Color change to light greenish gray at 179' Moderately carbonaceous stringer at 182', brownish gray

185.0 - 255.0' Coal

Dry, brownish gray and brownish black, stiff, brittle ground cuttings appear cleated, junk

Grades to black cleated, well developed coal at 205'-210', wet at 210', injecting water at 215', dense [Knobloch Coal]

255.0 - 266.0' Sandstone

Wet, medium light gray, moderately firm to very hard at 261', rig chattering/slow to advance; hardness returning to moderately firm at 265'



Billings, Montana

Monitor Well Log

Hole Name: B5-U
Date Hole Started: 4/5/2011 Date Hole Finished: 4/6/2011

| WELL CONSTRUCTION | SS | |
|--------------------|---------------------------------------|--|
| WEEL GONGING GIRON | GRAPHICS | GEOLOGICAL DESCRIPTION |
| | RA | OLOLOGICAL DESCRIPTION |
| | | |
| | × × × × × × × × | 266.0 - 275.0' Siltstone Medium light gray, moderately firm to firm, thin coal stringer at 270' |
| | × × | 3 · 5 · 5 · 5 |
| | ×. ×. | 275.0 - 290.0' Sandstone |
| | | Medium light gray, soft to moderately firm, very hard cemented zone at 283'-284.5', very pale orange; then sandstone/intercalated shale 284.5'-292' |
| | | orange, then canadaminimic calated orate 20 to 202 |
| | | |
| | × × | 290.0 - 292.0' Siltstone/claystone |
| | | \Medium light gray to light olive gray, firm, calcareous / |
| | | \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ |
| | | \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\ |
| | | 299.0 - 308.0' Fine sandstone, some silt |
| | × × | Light gray to medium light gray, firm, siltstone calcareous, very hard sandstone stringer cemented \305'-306' |
| | × × × × × × | 308.0 - 317.0' Siltstone/shale |
| | × × × × | Medium light gray, moderately firm to very stiff, calcareous/reacts strongly with HCl |
| | | 317.0 - 321.0' Coal Black, cleated multiple places, moderately dense but very dirty, has intercalcated light brownish |
| | | \gray sandstone and shale throughout / |
| | | 321.0 - 335.0' Siltstone and interbedded sandstone Medium light gray, moderately firm, calcareous |
| | | , , , , , , , , , , , , , , , , , , , |
| | | |
| | | 335.0 - 380.0' Sandstone Medium light gray and light olive gray; coal stringer at 344'-345'; intercalcated coal, very dirty at |
| | | 353'-362'. Stop at 360', blow on hole and make multiple checks of TDS. No change in TDS from |
| | | water in coal interval. |
| | | Very hard fine sandstone interval at 362', rig slow, chattering Hardness to stiff at 370' |
| | | Interbedded coal/carbonaceous shale interval at 375'-380'; shale also calcareous; light brownish gray. Stop at 380', blow on hole and make multiple TDS checks, not making water |
| | | gray. Stop at 300, blow of fibe and make multiple 103 checks, not making water |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | 380.0 - 399.0' Shale/siltstone |
| | | Light olive gray and medium light gray, non-calcareous Very hard shale at 383'-384.5' |
| | | Coal stringer at 385'-286' |
| | | Becomes sandy at 389'; some interbedded sandstone from 389-399' |
| | | |
| | | 399.0 - 404.0' Sandstone |
| | | Medium light gray to light brownish gray, firm to very hard, not making water |
| | × × | 404.0 - 440.0' Siltstone and interbedded shale Medium light gray to brownish gray, moderately firm to hard; carbonaceous to non-carbonaceous |
| | × × × × × × × × × × × × × × × × × × × | Predominately siltstone at 412', moderate firm |
| | x x | Coal stringer at 420' Color changes to brownish gray and light brownish gray at 429' |
| | × × × × | Coal stringer at 430' |
| | × × | |
| | ××× | |
| | \$ \$ [| |



Billings, Montana

Monitor Well Log

Hole Name: B5-U Date Hole Started: 4/5/2011 Date Hole Finished: 4/6/2011

WELL CONSTRUCTION XXXXXXX GRAPHICS **GEOLOGICAL DESCRIPTION** 440.0 - 500.0' Fine sandstone interbedded siltstone/claystone, wet, brownish gray to light olive gray to medium light gray with depth; texture to all sandstone at 450', moderately firm to very soft with depth, fine to moderately 450.0 4.5" Perf SDR -17 centralizer centralizer centralizer centralizer 500.0 ____ end cap Bottom of Hole

Monitor Well Log

Hole Name: B6-K

Date Hole Started: 8/16/11 Date Hole Finished: 8/16/11

3-164

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 12; N 474230.48, E 2834696.30

Location Description: B6 battery on Tarter

property, Shorty Creek Drainage Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal

Hole Diameter (in): 11"(0-18') 8"(18'-247')

Total Depth Drilled (ft): 247

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-247 Surface Casing Used? 8" steel Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 180-247 Sand Pack? 10/20 Silica Sand 174-247 Annular Seal? Bentonite Chips 164-174, +1-3

DEVELOPMENT/SAMPLING

Surface Seal?

Well Developed? Submersible Pump

Water Samples Taken? N Boring Samples Taken? N

Easting: 2834696.3 Northing: 474230.48

Static Water Level Below MP: 132.92 Surface Casing Height (ft): 2.11

Riser Height (ft): 2.06 Date: 8/17/2011

Hi Solids grout

MP Description: Top PVC Ground Surface Elevation (ft): 3232.90

MP Height Above or Below Ground (ft): 2.06 MP Elevation (ft): 3234.96

Remarks: Drilled to 20' with 11" bit, set 8" steel casing. Developed with submersible pump at 20 gpm. Pump hung at 206' BMP. Recovered 11' when pumped turned off temporarily for 7 minutes. WL=152.23' BMP after 50 minutes at 20 gpm. SC= 2200 µmhos/cm, pH= 8.27, temp= 18.2°C.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 3.0 Hi Solids grout 0.0 - 7.0' Silt [Colluvium] Bentonite Chips Dry to slightly moist, pale yellowish brown (10YR 6/2) to moderate yellowish brown (10YR 5/4), roots and debris in top 1' 7.0 - 39.0' Siltstone [Bedrock] Dry to slightly moist, dark yellowish orange (10YR 6/6) to light olive gray at 10', moderately firm, calcareous. Very hard cemented shale stringer 13'-14', light olive gray to light brownish gray (5Y 6/1), also calcareous. Very hard cemented shale, calcareous, medium light gray (N6) and greenish gray (5G 6/1) at 21'-22'. Color change to light olive gray at 24'. Color change to dark yellowish orange (10YR 6/6) at 26'. Color change to light olive gray at 31'; becomes soft at 35' and color changes to moderate yellowish brown (10YR 5/4) and grayish orange (10YR 7/4) 39.0 - 41.0' Coal/carbonaceous shale Dry, dark brownish black (5YR 2/1), stiff 41.0 - 80.0' Siltstone/shale Dry, medium gray (N5) and medium light gray (N6), firm to stiff. Very hard cemented zone at 56'; metal shavings from drill bit in cuttings. Non-calcareous at 41'-57', calcareous from 57'-80' 80.0 - 100.0' Sandstone [Bedrock] Dry, medium light gray (N6) and greenish gray (5GY 6/1), soft to moderately firm, some siltstone from 80'-87'. Very hard, cemented, very fine grained sandstone from 87'-90.5'. Color change to medium dark gray (N4), moisture to moist at 91', hardness to soft; sandstone becomes clayey at 100.0 - 145.0' Siltstone, sandy/clayey Slightly moist, moderately firm, medium dark gray (N4), non-calcareous, soft to firm, texturally complex. Calcareous cemented zone at 111', medium light gray (N6); becomes very sandy at 137', moisture to moist; very clayey, mildly plastic at 142', then grades to very sandy at 145', injecting water at 145' 145.0 - 155.0' Sandstone Wet, light olive gray to medium gray (N5). Thin interbedded siltstone stringer at 150', silty again at 154'-155'. Sandstone is fine to very fine and silty at 155'. Blew on open hole at 155', makes some water



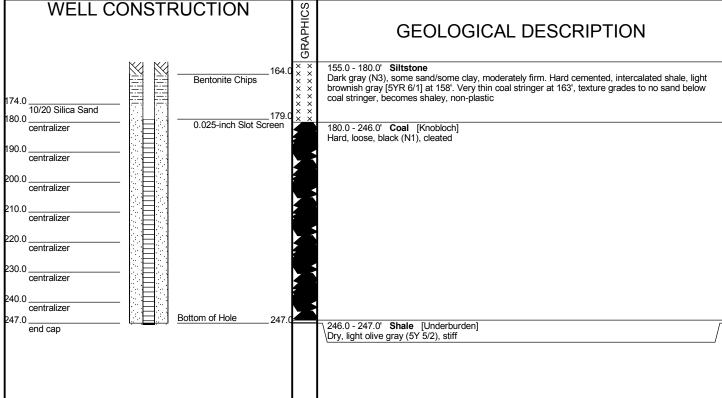
Billings, Montana

Monitor Well Log

Hole Name: B6-K

Date Hole Finished: 8/16/11

WELL CONSTRUCTION





Y/N

Monitor Well Log

Hole Name: B6-O

Date Hole Started: 8/18/11 Date Hole Finished: 8/18/11

INTERVAL

+1-134

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 12; N 474204.77, E 2834702.77

Location Description: B6 battery on Tarter

property, Shorty Creek Drainage Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well

Target Aguifer: Overburden Hole Diameter (in): 8" Total Depth Drilled (ft): 155

4.5" Sch 40, PVC Well Installed? +2-155 8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 136-155 Sand Pack? 10/20 Silica Sand 134-155

DESCRIPTION

Bentonite Chips

Surface Seal? **DEVELOPMENT/SAMPLING**

WELL COMPLETION

Annular Seal?

Well Developed? Bailer

Water Samples Taken? N Boring Samples Taken? N

Easting: 2834702.77 Northing: 474204.77

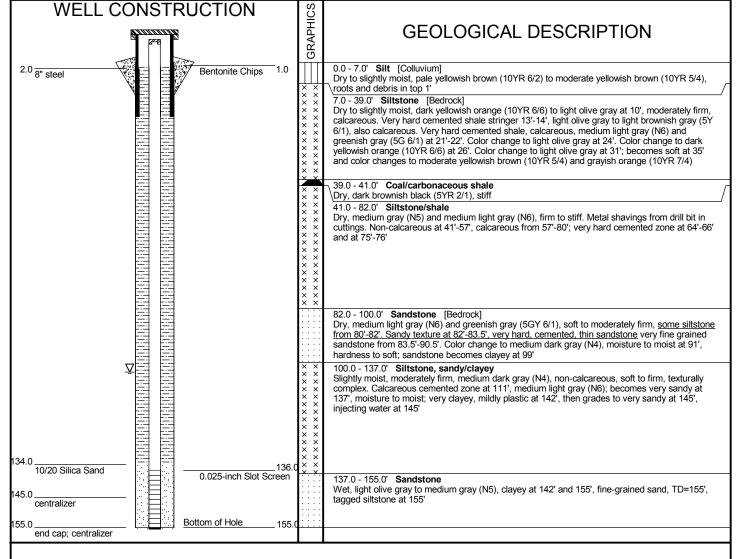
Static Water Level Below MP: 104.67 Surface Casing Height (ft): 2.04

Date: 8/19/2011 Riser Height (ft): 1.52

Ground Surface Elevation (ft): 3233.75 MP Description:

MP Height Above or Below Ground (ft): 1.52 MP Elevation (ft): 3235.26

Remarks: Lithology based on B6-K. No water injected, developed with bailer, yield very low <1 gpm, SC= 6700 µmhos/cm, pH= 8.1, temp= 13.6°C.





Monitor Well Log

Hole Name: B6-U

Date Hole Finished: 8/17/11

12-337

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 12; N 474218.93, E 2834699.12

Location Description: B6 battery on Tarter

property, Shorty Creek Drainage Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Client: Arch Coal

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal Underburden Hole Diameter (in): 11"(0-18') 8"(18'-364')

Total Depth Drilled (ft): 364

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" SDR-17 Certa-lok-ID well casing Well Installed? +2-364 Surface Casing Used? 8" steel Υ +2-18 Screen/Perforations? 0.025-inch slot, SDR-17 352-364 Sand Pack? 10/20 Silica Sand 347-364 Annular Seal? Bentonite Chips 337-347. 0-12

DEVELOPMENT/SAMPLING

Surface Seal?

Well Developed? Rig Bailer

Water Samples Taken? N Boring Samples Taken? N

Easting: 2834699.12 Northing: 474218.93

Static Water Level Below MP: 151.51 Surface Casing Height (ft): 2.48

Riser Height (ft): 2.03 Date: 8/18/2011

Hi Solids grout

MP Description: Top PVC Ground Surface Elevation (ft): 3233.21

MP Height Above or Below Ground (ft): 2.03 MP Elevation (ft): 3235.24

Remarks: Bailed with rig bailer to develop. Bailed until water column <20', yield ~4 gpm. (pumped at 2 gpm). SC=1334 µmhos/cm, pH= 8.83, temp.= 16.1°C after development

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 7.0' Silt [Colluvium] 2.0 8" steel Dry to slightly moist, pale yellowish brown (10YR 6/2) to moderate yellowish brown (10YR 5/4), roots and debris in top 1' Hi Solids grout 7.0 - 39.0' Siltstone [Bedrock] Dry to slightly moist, dark yellowish orange (10YR 6/6) to light olive gray at 10', moderately firm, calcareous. Very hard cemented shale stringer 13'-14', light olive gray to light brownish gray (5Y 6/1), also calcareous. Very hard cemented shale, calcareous, medium light gray (N6) and greenish gray (5G 6/1) at 21'-22'. Color change to light olive gray at 24'. Color change to dark yellowish orange (10YR 6/6) at 26'. Color change to light olive gray at 31'; becomes soft at 35' and color changes to moderate yellowish brown (10YR 5/4) and grayish orange (10YR 7/4) 39.0 - 41.0' Coal/carbonaceous shale Dry, dark brownish black (5YR 2/1), stiff 41.0 - 80.0' Siltstone/shale Dry, medium gray (N5) and medium light gray (N6), firm to stiff. Very hard cemented zone at 56'; metal shavings from drill bit in cuttings. Non-calcareous at 41'-57', calcareous from 57'-80' 80.0 - 100.0' Sandstone [Bedrock] Dry, medium light gray (N6) and greenish gray (5GY 6/1), soft to moderately firm, some siltstone from 80'-87'. Very hard, cemented, very fine grained sandstone from 87'-90.5'. Color change to medium dark gray (N4), moisture to moist at 91', hardness to soft; sandstone becomes clayey at 100.0 - 145.0' Siltstone, sandy/clayey Slightly moist, moderately firm, medium dark gray (N4), non-calcareous, soft to firm, texturally complex. Calcareous cemented zone at 111', medium light gray (N6); becomes very sandy at 137', moisture to moist; very clayey, mildly plastic at 142', then grades to very sandy at 145', injecting water at 140'

145.0 - 155.0' Sandstone

155.0 - 181.0' Siltstone

coal stringer, becomes shaley, non-plastic

some water

Wet, light olive gray to medium gray (N5). Thin interbedded siltstone stringer at 150', silty again at 154'-155'. Sandstone is fine to very fine and silty at 155'. Blew on open hole at 155', makes

Dark gray (N3), some sand/some clay, moderately firm. Hard cemented, intercalated shale, light brownish gray [5YR 6/1] at 158'. Very thin coal stringer at 163', texture grades to no sand below

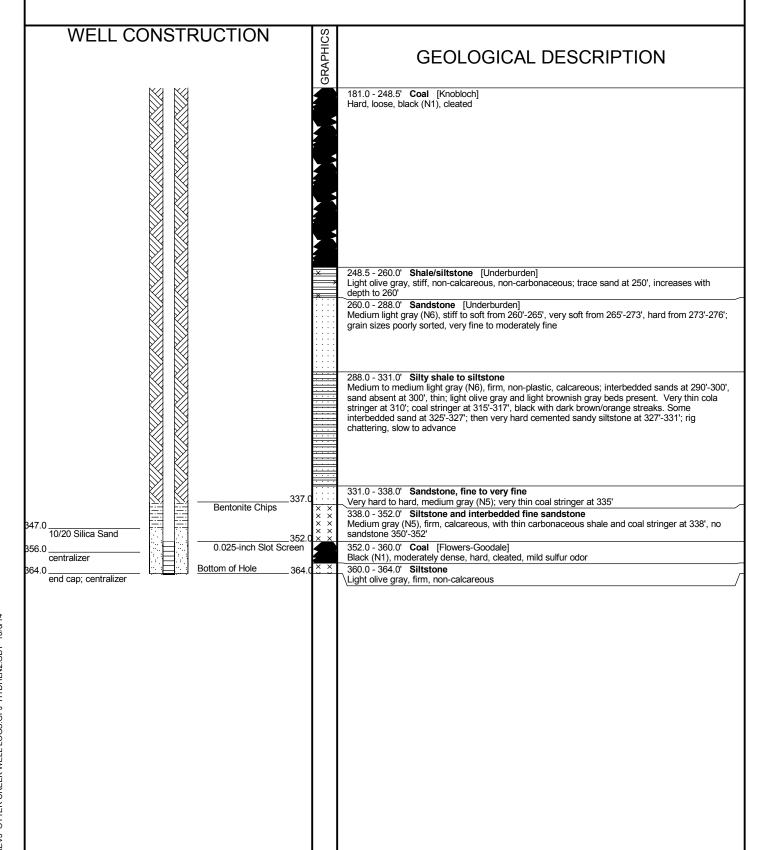


Billings, Montana

Monitor Well Log

Hole Name: B6-U

Date Hole Started: 8/17/11 Date Hole Finished: 8/17/11





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B7-KL

Date Hole Started: 3/17/2011 Date Hole Finished: 3/17/2011

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana Legal Description: T4S, R45, Sec. 36; N456282.92, E 2835495.36

Location Description: B7 battery on State land

Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Lower Knobloch

Hole Diameter (in): 8" Total Depth Drilled (ft): 340 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-340 8" steel Surface Casing Used? +2-21 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 320-340 Sand Pack? 10/20 silica sand 318-340 Annular Seal? Bentonite Chips +1-318

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Bailer

Water Samples Taken? N Boring Samples Taken? N

Northing: 456282.92 Easting: 2835495.36

Static Water Level Below MP: 212.90 Surface Casing Height (ft): 1.86

Date: 3/22/2011 Riser Height (ft): 1.51

MP Description: Top PVC Ground Surface Elevation (ft): 3336.06

MP Height Above or Below Ground (ft): 1.51 MP Elevation (ft): 3337.57

Remarks: Develop well with bailer, yield ~ 6 gpm initially then yield dropped to 4 gpm (steady). Final SC=1950 µmhos/cm, pH=8.84, temp=14.1°C, developed on 3/18/2011.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Siltstone [Bedrock] 2.0 8" steel +2'-21' Bentonite Chips Slightly moist to dry, pale yellowish brown and grayish orange, soft to moderately firm, weathered topsoil top 3' 5.0 - 18.0' Siltstone/shale Dry, colors from dark yellowish orange at 5' to medium gray at 18', hard to moderately firm, all moderately carbonaceous (reacts with HCI) 18.0 - 19.0' Carbonaceous shale stringer Dry, medium dark gray, moderately firm 19.0 - 20.0' Carbonaceous shale/coal Dry, brownish black, hard, not cleated 20.0 - 37.0' Siltstone Dry, medium light gray to olive gray, firm, non-carbonaceous 37.0 - 47.0' Sandstone Dry to slightly moist, medium gray, moderately firm to soft with depth; cemented layer at 40'-41', very light gray sandstone; cemented very hard layer at 44'-47'; bluish white to medium light gray, rig chattering, slow to advance, moderately calcareous 47.0 - 52.0' Silty sandstone Moist, medium light gray, soft 52.0 - 60.0' Siltstone Dry, medium light gray, color change at 56' to brownish gray (5YR 4/1) 60.0 - 62.0' Siltstone, some very fine sand Moist, light olive gray to medium gray, soft, non-calcareous 62.0 - 65.0' Carbonaceous shale Dry, olive gray (5Y 3/2), moderately firm, stringer cemented siltstone at 63', very light gray, non-calcareous 65.0 - 67.0' Sandstone Slightly moist, medium light gray, very soft, non-calcareous, medium fine grained 67.0 - 70.0' Shale Dry, grayish brown, mildly carbonaceous, moderately firm 70.0 - 71.0' Sandstone Moist, medium light gray, fine grained 71.0 - 77.0' Siltstone Dry to slightly moist, medium gray, soft; carbonaceous shale stringer at 71', dry, brownish gray 77.0 - 104.0' Shale, interbedded siltstone Dry, medium light gray and greenish gray, firm, mildly calcareous, reacts to HCl 104.0 - 108.0' Interbedded sandstone/siltstone Verv fine, soft, medium dark grav 108.0 - 119.0' Shale Dry, medium light gray, moderately firm, non-calcareous 119.0 - 122.5' **Coal** Dry, brownish black, cleated 122.5 - 140.0' Siltstone Dry, very light gray to light gray, calcareous, soft to moderately firm, interbedded sandstone at 125'-130', hard/cemented stringer at 130'

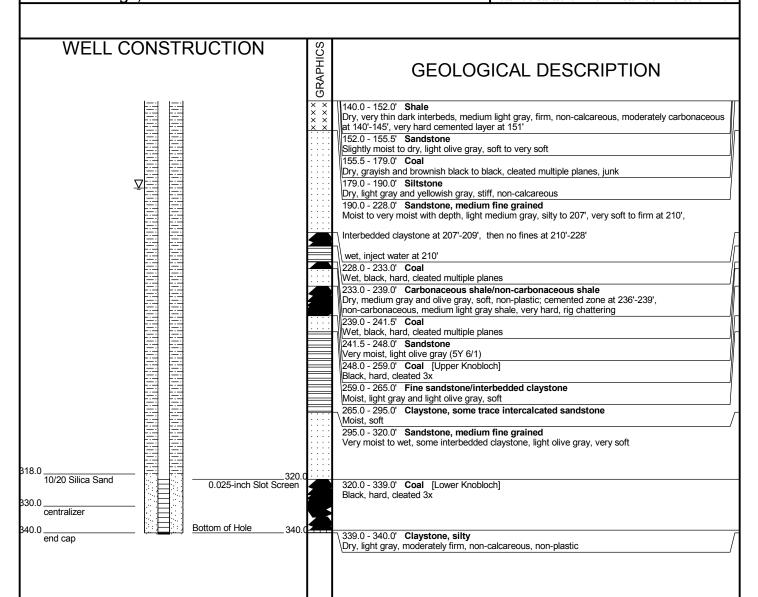


Billings, Montana

Monitor Well Log

Hole Name: B7-KL

Date Hole Started: 3/17/2011 Date Hole Finished: 3/17/2011





Monitor Well Log

Hole Name: B7-KU

Date Hole Started: 3/18/2011 Date Hole Finished: 3/18/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana Legal Description: T4S, R45, Sec. 36; N

456295.87, E 2835498.12

Location Description: B7 battery on State land

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Upper Knobloch

Hole Diameter (in): 8" Total Depth Drilled (ft): 260 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-260 8" steel Surface Casing Used? Υ +2-21 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 250-260 Sand Pack? 10/20 silica sand 247-260 Annular Seal? Bentonite Chips +1-247

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Bailer

Water Samples Taken? N Boring Samples Taken? N

Northing: 456295.87 Easting: 2835498.12

Static Water Level Below MP: 194.11 Surface Casing Height (ft): 1.72

Date: 3/22/2011 Riser Height (ft): 1.46

MP Description: Top PVC Ground Surface Elevation (ft): 3336.44

MP Height Above or Below Ground (ft): 1.46 MP Elevation (ft): 3337.9

Remarks: Lithology based on well B7-KL, checked cuttings for verification. Developed well with bailer, ~7 gpm initially then yield dropped to 4 gpm. Final SC=4780 µmhos/cm, pH=8.38.

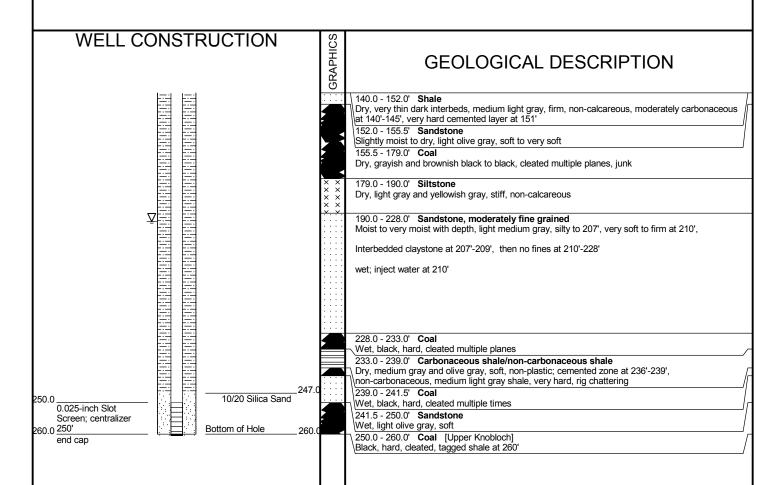
WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Siltstone [Bedrock] 2.0 8" steel +2-21 Bentonite Chips Slightly moist to dry, pale yellowish brown and grayish orange, soft to moderately firm, weathered topsoil top 3' 5.0 - 18.0' Siltstone/shale Dry, colors from dark yellowish orange at 5' to medium gray at 18', hard to moderately firm, all moderately carbonaceous (reacts with HCI) 18.0 - 19.0' Carbonaceous shale stringer Dry, medium dark gray, moderately firm 19.0 - 20.0' Carbonaceous shale/coal Dry, brownish black, hard, not cleated 20.0 - 37.0' Siltstone Dry, medium light gray to olive gray, firm, non-carbonaceous 37.0 - 47.0' Sandstone Dry to slightly moist, medium gray, moderately firm to soft with depth; cemented layer at 40'-41', very light gray sandstone; cemented very hard layer at 44'-47'; bluish white to medium light gray, rig chattering, slow to advance, moderately calcareous 47.0 - 52.0' Silty sandstone Moist, medium light gray, soft 52.0 - 60.0' Siltstone Dry, medium light gray, color change at 56' to brownish gray (5YR 4/1) 60.0 - 62.0' Siltstone, some very fine sand Moist, light olive gray to medium gray, soft, non-calcareous 62.0 - 65.0' Carbonaceous shale Dry, olive gray (5Y 3/2), moderately firm, stringer cemented siltstone at 63', very light gray, non-calcareous 65.0 - 67.0' Sandstone Slightly moist, medium light gray, very soft, non-calcareous, medium fine grained 67.0 - 70.0' Shale Dry, grayish brown, mildly carbonaceous, moderately firm 70.0 - 71.0' Sandstone Moist, medium light gray, fine grained 71.0 - 77.0' Siltstone Dry to slightly moist, medium gray, soft; carbonaceous shale stringer at 71', dry, brownish gray 77.0 - 104.0' Shale, interbedded siltstone Dry, medium light gray and greenish gray, firm, mildly calcareous, reacts to HCl 104.0 - 108.0' Interbedded sandstone/siltstone Very fine, soft, medium dark gray 108.0 - 119.0' Shale Dry, medium light gray, moderately firm, non-calcareous 119.0 - 122.5' Coal Dry, brownish black, cleated 122.5 - 140.0' Siltstone Dry, very light gray to light gray, calcareous, soft to moderately firm, interbedded sandstone at 125'-130', hard/cemented stringer at 130'



Billings, Montana

Monitor Well Log

Hole Name: B7-KU





Hole Name: B7-O

Monitor Well Log

Billings, Montana Date Hole Started: 3/18/2011 Date Hole Finished: 3/18/2011

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana Legal Description: T4S, R45, Sec. 36; N

456309.23, E 2835498.99

Location Description: B7 battery on State land

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Water Purpose of Hole: Install Monitor Well

Hole Diameter (in): 8"

Target Aguifer: Overburden

Total Depth Drilled (ft): 233

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-233 8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 228-233 Sand Pack? 10/20 silica sand 211-233 Annular Seal? Bentonite Chips +1-211

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Bailer

Water Samples Taken? N Boring Samples Taken? N

Northing: 456309.23 Easting: 2835498.99

Static Water Level Below MP: 181.37 Surface Casing Height (ft): 1.77

Date: 3/22/2011 Riser Height (ft): 1.45

MP Description: Top PVC Ground Surface Elevation (ft): 3336.86

MP Height Above or Below Ground (ft): 1.45 MP Elevation (ft): 3338.31

Remarks: Lithology based on well B7-KL, checked cuttings for verification. Yield = 3 gpm, SC=5390 µmhos/cm, pH=8.16, temp=13.0°C after development.

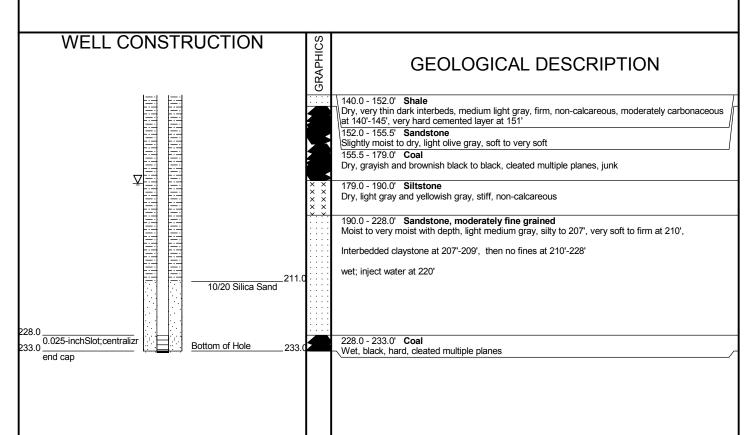
WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Siltstone [Bedrock] 2.0 8" steel +2-18 Bentonite Chips Slightly moist to dry, pale yellowish brown and grayish orange, soft to moderately firm, weathered topsoil top 3' 5.0 - 18.0' Siltstone/shale Dry, colors from dark yellowish orange at 5' to medium gray at 18', hard to moderately firm, all moderately carbonaceous (reacts with HCI) 18.0 - 19.0' Carbonaceous shale stringer Dry, medium dark gray, moderately firm 19.0 - 20.0' Carbonaceous shale/coal Dry, brownish black, hard, not cleated 20.0 - 37.0' Siltstone Dry, medium light gray to olive gray, firm, non-carbonaceous 37.0 - 47.0' Sandstone Dry to slightly moist, medium gray, moderately firm to soft with depth; cemented layer at 40'-41', very light gray sandstone; cemented very hard layer at 44'-47'; bluish white to medium light gray, rig chattering, slow to advance, moderately carbonaceous 47.0 - 52.0' Silty sandstone Moist, medium light gray, soft 52.0 - 60.0' Siltstone Dry, medium light gray, color change at 56' to brownish gray (5YR 4/1) 60.0 - 62.0' Siltstone, some very fine sand Moist, light olive gray to medium gray, soft, non-calcareous 62.0 - 65.0' Carbonaceous shale Dry, olive gray (5Y 3/2), moderately firm, stringer cemented siltstone at 63', very light gray, non-calcareous 65.0 - 67.0' Sandstone Slightly moist, medium light gray, very soft, non-calcareous, medium fine grained 67.0 - 70.0' Shale Dry, grayish brown, mildly carbonaceous, moderately firm 70.0 - 71.0' Sandstone Moist, medium light gray, fine grained 71.0 - 77.0' Siltstone Dry to slightly moist, medium gray, soft; carbonaceous shale stringer at 71', dry, brownish gray 77.0 - 104.0' Shale, interbedded siltstone Dry, medium light gray and greenish gray, firm, mildly calcareous, reacts to HCl 104.0 - 108.0' Interbedded sandstone/siltstone Very fine, soft, medium dark gray 108.0 - 119.0' Shale Dry, medium light gray, moderately firm, non-calcareous 119.0 - 122.5' Coal Dry, brownish black, cleated 122.5 - 140.0' Siltstone Dry, very light gray to light gray, calcareous, soft to moderately firm, interbedded sandstone at 125'-130', hard/cemented stringer at 130'



Billings, Montana

Monitor Well Log

Hole Name: B7-O





Y/N

Υ

Monitor Well Log

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Hole Name: B7-U

Date Hole Finished: 3/22/11

INTERVAL

+2-450

+2-18

410-450

400-450

+1-400

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: State of Montana

Legal Description: T4S, R45E, Sec. 36; N

456268.71, E 2835491.91

Location Description: B7 battery on State land

Recorded By: RJL & HJK Drilling Company: Askin Drilling

Driller: Ron Askin

Client: Arch Coal

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Underburden Hole Diameter (in): 8" Total Depth Drilled (ft): 450

DEVELOPMENT/SAMPLING Well Developed? Rig Bailer

Water Samples Taken? N Boring Samples Taken? N

Easting: 2835491.91 Northing: 456268.71

Static Water Level Below MP: 209.25 Surface Casing Height (ft): 1.76

Date: 3/23/2011 Riser Height (ft): 1.46

DESCRIPTION

10/20 silica sand

Bentonite Chips

0.025-inch SDR-slotted

8" steel

4.5" SDR-17 Certa-lok-ID well casing

Ground Surface Elevation (ft): 3335.27 MP Description: Top PVC

MP Height Above or Below Ground (ft): 1.46 MP Elevation (ft): 3336.73

Remarks: Lithology from 0'-340' based on well B7-KL, checked cuttings for verification. Injecting water at 200'; stopped at 400' to circulate; not making more than above units combined. At 440' stopped to circulate, check water production, making 2-5 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 5.0' Siltstone [Bedrock] 2.0 8" steel +2-18 Bentonite Chips Slightly moist to dry, pale yellowish brown and grayish orange, soft to moderately firm, weathered topsoil top 3' 5.0 - 18.0' Siltstone/shale Dry, colors from dark yellowish orange at 5' to medium gray at 18', hard to moderately firm, all moderately carbonaceous (reacts with HCI) 18.0 - 19.0' Carbonaceous shale stringer Dry, medium dark gray, moderately firm 19.0 - 20.0' Carbonaceous shale/coal Dry, brownish black, hard, not cleated 20.0 - 37.0' Siltstone Dry, medium light gray to olive gray, firm, non-carbonaceous 37.0 - 47.0' Sandstone Dry to slightly moist, medium gray, moderately firm to soft with depth; cemented layer at 40'-41', very light gray sandstone; cemented very hard layer at 44'-47'; bluish white to medium light gray, rig chattering, slow to advance, moderately carbonaceous 47.0 - 52.0' **Silty sandstone** Moist, medium light gray, soft 52.0 - 60.0' Siltstone Dry, medium light gray, color change at 56' to brownish gray (5YR 4/1) 60.0 - 62.0' Siltstone, some very fine sand Moist, light olive gray to medium gray, soft, non-calcareous 62.0 - 65.0' Carbonaceous shale Dry, olive gray (5Y 3/2), moderately firm, stringer cemented siltstone at 63', very light gray, non-calcareous 65.0 - 67.0' Sandstone Slightly moist, medium light gray, very soft, non-calcareous, medium fine grained 67.0 - 70.0' Shale Dry, grayish brown, mildly carbonaceous, moderately firm 70.0 - 71.0' Sandstone Moist, medium light gray, fine grained 71.0 - 77.0' Siltstone Dry to slightly moist, medium gray, soft; carbonaceous shale stringer at 71', dry, brownish gray 77.0 - 104.0' Shale, interbedded siltstone Dry, medium light gray and greenish gray, firm, mildly calcareous, reacts to HCl 104.0 - 108.0' Interbedded sandstone/siltstone Very fine, soft, medium dark gray 108.0 - 119.0' Shale Dry, medium light gray, moderately firm, non-calcareous 119.0 - 122.5' Coal Dry, brownish black, cleated



Billings, Montana

Monitor Well Log

Hole Name: B7-U

Date Hole Started: 3/21/11 Date Hole Finished: 3/22/11 WELL CONSTRUCTION GRAPHICS **GEOLOGICAL DESCRIPTION** 122.5 - 140.0' Siltstone Dry, very light gray to light gray, calcareous, soft to moderately firm, interbedded sandstone at 125'-130', hard/cemented stringer at 130' 140.0 - 152.0' Shale Dry, very thin dark interbeds, medium light gray, firm, non-calcareous, moderately carbonaceous at 140'-145', very hard cemented layer at 151' 152.0 - 155.5' Sandstone Slightly moist to dry, light olive gray, soft to very soft 155.5 - 179.0' Coal Dry, grayish and brownish black to black, cleated multiple planes, junk 179.0 - 190.0' Siltstone Dry, light gray and yellowish gray, stiff, non-calcareous 190.0 - 228.0' Sandstone, moderately fine grained Moist to very moist with depth, light medium gray, silty to 207', very soft to firm at 210', wet; inject water at 200' Interbedded claystone at 207'-209', then no fines at 210'-228' 228.0 - 233.0' Coal Wet, black, hard, cleated multiple planes 233.0 - 239.0' Carbonaceous shale/non-carbonaceous shale Dry, medium gray and olive gray, soft, non-plastic; cemented zone at 236'-239', non-carbonaceous, medium light gray shale, very hard, rig chattering 239.0 - 241.5' Coal Wet, black, hard, cleated multiple times 241.5 - 248.0' Sandstone Very moist, light olive gray (5Y 6/1) 248.0 - 259.0' **Coal** [Upper Knobloch] Black, hard, cleated 3x 259.0 - 265.0' Fine sandstone/interbedded claystone Moist, light gray and light olive gray, soft 265.0 - 295.0' Claystone, some trace intercalcated sandstone Moist, soft 295.0 - 320.0' Sandstone, medium fine grained Very moist to wet, some interbedded claystone, light olive gray, very soft

320.0 - 339.0' Coal [Lower Knobloch]

Black, hard, cleated 3x



Billings, Montana

Monitor Well Log

Hole Name: B7-U

Date Hole Finished: 3/22/11

Date Hole Started: 3/21/11

WELL CONSTRUCTION GEOLOGICAL DESCRIPTION 339.0 - 340.0' Claystone, silty Dry, light gray, moderately firm, non-calcareous, non-plastic 340.0 - 341.0' Hard, dense shale (6") Light yellowish gray 341.0 - 350.0' Claystone Medium gray, greasy, some silt, firm 350.0 - 355.0' Siltstone Medium gray, weak 355.0 - 360.0' Sandstone/claystone Sandstone 1-2' thick, claystone brownish gray 360.0 - 368.0' Siltstone Medium gray, weak 368.0 - 371.0' Fine sandstone, hard ledge Medium gray, well cemented 371.0 - 374.0' Sandstone, fine Medium gray, firm 374.0 - 380.0' Silty sandstone Medium gray, weak 380.0 - 390.0' Silty sandstone Medium gray, very weak, very few chunks in cuttings 390.0 - 391.0' Coal Black, hard, cleated 391.0 - 398.0' Sandstone Weak 398.0 - 400.0' Claystone 0.025-inch Slot , SDR Medium brown 400.0 - 401.0' Siltstone Light gray, greasy claystone 420.0 401.0 - 405.0' Fine sandstone, silty centralizer Siltstone medium gray 405.0 - 420.0' Some very fine sand 430.0 Very weak centralizer 420.0 - 423.0' Some very fine sand Very weak 423.0 - 430.0' Sandstone 440.0 Medium gray, becomes harder and coarser than above; becomes fine grained at 430', centralizer micaceous, medium to light gray 440.0 - 443.0' Sandstone 450.0 Bottom of Hole 450. Becomes clayey, color change to brownish gray end cap 443.0 - 444.0' Coal Black, cleated 444.0 - 446.0' Sandstone Light gray, hard, dense 446.0 - 450.0' Claystone Light gray, firm



Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B8-KL

Date Hole Started: 7/7/2011 Date Hole Finished: 7/7/2011

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 20; N

463623.24, E 2813713.47 Location Description: B8 Battery

Recorded By: RJL

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Lower Knobloch Coal

Hole Diameter (in): 8" Total Depth Drilled (ft): 282 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-282 8" steel Surface Casing Used? +2-25 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 266-282 Sand Pack? 10/20 silica sand 263-282

Annular Seal? Bentonite Grout and Bentonite Chips 0-247 and 247-263

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 463623.24 Easting: 2813713.47

Static Water Level Below MP: 173.48 Surface Casing Height (ft): 1.87

Date: 7/12/2011 Riser Height (ft): 1.60

MP Description: Top PVC Ground Surface Elevation (ft): 3223.85

MP Height Above or Below Ground (ft): 1.60 MP Elevation (ft): 3225.45

Remarks: Inject water at 60'. Annular seal with Hi-Solids (20% solid) bentonite grout and 3/8" bentonite chips. Pump test at 8 gpm, yield at full draw down +/- 12.5. SC=2090 µmhos/cm after 300 gallon purge, pH=8.18, SWL 7-11-2011 174.17 Top PVC. Developed 65 mintes - 700 to 750 gallons pumped

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 10.0' Silt and clay [Topsoil/Colluvium] Slightly moist, moderate yellowish brown, loose, roots, non-plastic Hi-solids (20%) 2.0 8" steel 0.0 bentonite grout 10.0 - 10.5' **Shale** [Bedrock] \Dry, dark yellowish brown, hard, cemented 10.5 - 22.0' Siltstone [Bedrock] Dry, pale yellowish brown and medium yellowish brown, very soft, calcareous, some interbedded fine sand at 15'-20' 22.0 - 80.0' Sandstone, fine to very fine Dry, grayish orange, soft, calcareous, streaks of light brown throughout (5YR 5/6); cemented fine sandstone stringer, yellowish gray at 22' and 26'. Grain size increases with depth from 41'-51', to fine and medium fine grained. Color change to very light gray at 41', color change to light brown and moderate yellowish brown at 51'; becomes moist at 55', wet, inject water at 60'. Cemented siltstone stringer at 65', light brown; yield ~2 gpm open hole, TDS = 4,300 ppm 80.0 - 100.0' Siltstone Moderate yellowish brown, soft to moderately firm, some fine sandstone interbedded 100.0 - 105.5' Siltstone Dry, light olive gray, moderately firm, calcareous, trace coal, very minimal trace at 102' 105.5 - 165.0' Sandstone Medium light gray to medium gray, hard, cemented, rig chattering; becomes silty, hardness decreases to firm at 111'; no silt, hard again at 115'-116'; soft to moderately firm from 116'-120', wet, making water at 130', yield ~30 gpm, TDS=1,800 ppm; trace coal at 160'-162'

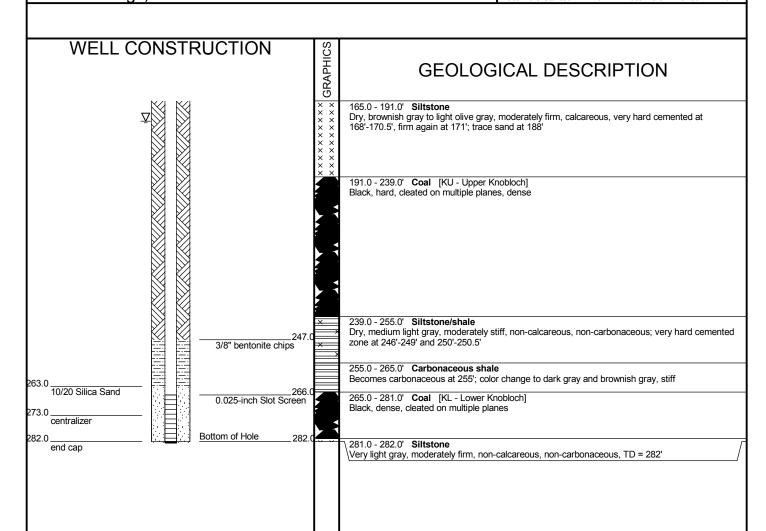


Billings, Montana

Monitor Well Log

Hole Name: B8-KL

Date Hole Started: 7/7/2011 Date Hole Finished: 7/7/2011





Monitor Well Log

Y/N

Υ

Hole Name: B8-KU

INTERVAL

+2-240

1.48-7.52

193-240

183-240

0 - 183

0-183

Date Hole Started: 7/11/11

Billings, Montana Client: Arch Coal

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 20; N 463632.67, E 2813740.46

Location Description: B8 Battery Recorded By: RJL & AJH

Drilling Company: Askin Drilling Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Fresh water-Ashland supply

Purpose of Hole: Install Monitor Well Target Aguifer: Upper Knobloch Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 240

Well Developed? Pumped

Water Samples Taken? N Boring Samples Taken? N

DEVELOPMENT/SAMPLING

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Easting: 2813740.46 Northing: 463632.67

Static Water Level Below MP: 83.69 Surface Casing Height (ft): 1.69

Date: 7/12/2011 Riser Height (ft): 1.36

DESCRIPTION

8" steel

4.5" Sch 40, PVC

10/20 silica sand

Bentonite Grout

Bentonite Grout

4.5" Sch 40, 0.025-inch slot

MP Description: Top PVC Ground Surface Elevation (ft): 3223.79

MP Height Above or Below Ground (ft): 1.36 MP Elevation (ft): 3225.14

Remarks: Lithology based on well B8-KL. Injection at 60'; three hours for development and completion. Developed with 4 inch submersable pump; pumped at 19 gpm.

WELL CONSTRUCTION GRAPHICS Bentonite Grout 1.5 8" steel

GEOLOGICAL DESCRIPTION

0.0 - 10.0' Silt and clay [Topsoil/Colluvium] Slightly moist, moderate yellowish brown (10YR 5/4), loose, roots, non-plastic

10.0 - 10.5' **Shale** [Bedrock] \Dry, dark yellowish brown (10YR 4/2), hard, cemented

10.5 - 22.0' **Siltstone** [Bedrock]
Dry, pale yellowish brown (10YR 6/2) and medium yellowish brown (10YR 5/4), very soft, calcareous, some interbedded fine sand at 15'-20'

22.0 - 80.0' Sandstone, fine to very fine

Dry, grayish orange (10YR 7/4), soft, calcareous, streaks of light brown throughout (5YR 5/6); cemented fine sandstone stringer, yellowish gray (5Y 8/1) at 22' and 26'. Grain size increases with depth from 41'-51', to fine and medium fine grained. Color change to very light gray (N8) at 41', color change to light brown (5YR 6/4) and moderate yellowish brown (10YR 5/4) at 51'; becomes moist at 55', wet, begin injecting water at 60'. Cemented siltstone stringer at 65', light brown (5TR 5/6); yield ~2 gpm open hole, TDS = 4,300 ppm

Moderate yellowish brown (10YR 5/4), soft to moderately firm, some fine sandstone interbedded

100.0 - 105.5' Siltstone

Dry, light olive gray (5Y 6/1), moderately firm, calcareous, trace coal, very minimal trace at 102'

105.5 - 165.0' Sandstone

Medium light gray (N6) to medium gray (N5), hard, cemented, rig chattering; becomes silty, hardness decreases to firm at 111'; no silt, hard again at 115'-116'; soft to moderately firm from 116'-120', wet, making water at 130', yield estimated at 5-7 gpm; trace coal at 160'-162'

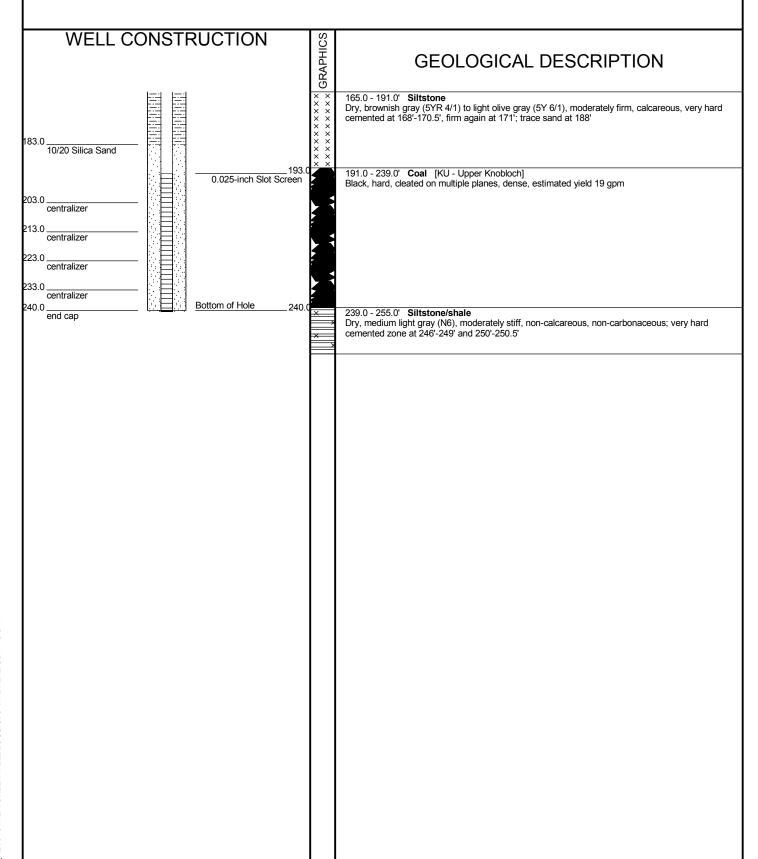


Billings, Montana

Monitor Well Log

Hole Name: B8-KU

Date Hole Started: 7/11/11





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B8-O

Date Hole Finished: 7/11/11

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 20 N 463636.15, E 2813751.51

Location Description: B8 Battery Recorded By: RJL & AJH Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Fresh water-Ashland supply

Purpose of Hole: Install Monitor Well

Target Aguifer: Overburden Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 165 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-165 8" steel Surface Casing Used? Υ +1.75-11.25 Screen/Perforations? 4.5" 0.025-inch slot 130-165 Sand Pack? 10/20 silica sand 118-165 Annular Seal? Bentonite Chips 118-0 Surface Seal? Bentonite Chips 118-0

DEVELOPMENT/SAMPLING

Well Developed? Air Lift

Water Samples Taken? N Boring Samples Taken? N

Easting: 2813751.51 Northing: 463636.15

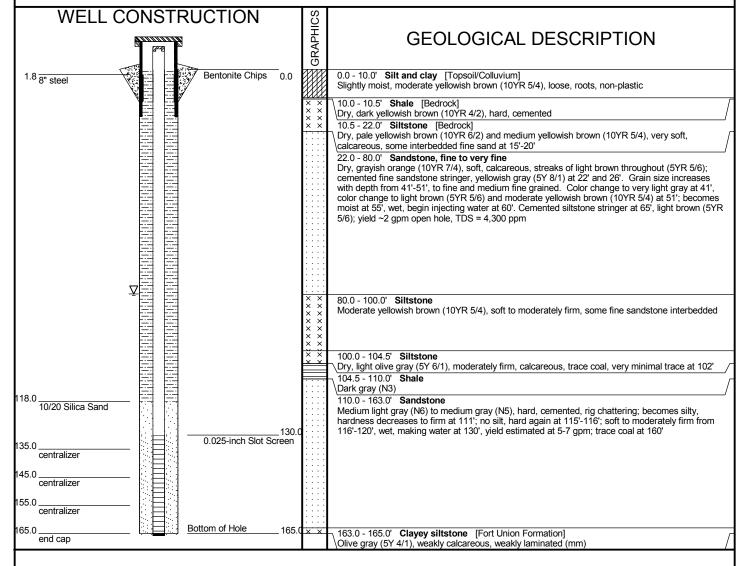
Static Water Level Below MP: 81.28 Surface Casing Height (ft): 1.78

Date: 7/12/2011 Riser Height (ft): 1.48

MP Description: Top PVC Ground Surface Elevation (ft): 3223.82

MP Height Above or Below Ground (ft): 1.48 MP Elevation (ft): 3225.3

Remarks: Lithology based on well B8-KL. Drilled through sandstone, deepest water at 130'-165' interval, screened this interval; trace water at 70' maybe 1-2 gpm at 80'. Yield estimated at 5-7 gpm during air-lift development.





Hydrometrics, Inc. Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: B8-U

Date Hole Started: 7/8/2011 Date Hole Finished: 7/8/2011

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 20; N

463627.36, E 2813725.73 Location Description: B8 Battery

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Underburden

Hole Diameter (in): 8" Total Depth Drilled (ft): 480 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" SDR-17 PVC Well Installed? 2-480 8" steel Surface Casing Used? Υ +2-18 Screen/Perforations? 4.5" 0.025-inch slot SDR-17 440-480 Sand Pack? 10/20 silica sand 436-480 Bentonite Grout and Bentonite Chips Annular Seal? 0-436

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2813725.73 Northing: 463627.36

Static Water Level Below MP: 147.71 Surface Casing Height (ft): 1.60

Date: 7/12/2011 Riser Height (ft): 1.35

MP Description: Top PVC Ground Surface Elevation (ft): 3223.87

MP Height Above or Below Ground (ft): 1.35 MP Elevation (ft): 3225.22

Remarks: Lithology based on Log B8-KL; cuttings verified in field during drilling. Injecting water at 60'. Developed air lift 1 hour; yield at 5 gpm with pipe at 380'. SC=2290 µmhos/cm development water, pH=7.8

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Hi-solids (20%) EZ 0.0 0.0 - 10.0' Silt and clay [Topsoil/Colluvium] Slightly moist, moderate yellowish brown, loose, roots, non-plastic 2.0 8" steel Seal grout 10.0 - 10.5' Shale [Bedrock] Dry, dark yellowish brown, hard, cemented 10.5 - 22.0' Siltstone [Bedrock] Dry, pale yellowish brown and medium yellowish brown, very soft, calcareous, some interbedded fine sand at 15'-20' 22.0 - 80.0' Sandstone, fine to very fine Dry, grayish orange, soft, calcareous, streaks of light brown throughout (5YR 5/6); cemented fine sandstone stringer, yellowish gray at 22' and 26'. Grain size increases with depth from 41'-51', to fine and medium fine grained. Color change to very light gray at 41', color change to light brown and moderate yellowish brown at 51'; becomes moist at 55', wet, inject water at 60'. Cemented siltstone stringer at 65', light brown; yield ~2 gpm open hole, TDS = 4,300 ppm 80.0 - 100.0' Siltstone Moderate yellowish brown, soft to moderately firm, some fine sandstone interbedded × 100.0 - 105.5' **Siltstone** Dry, light olive gray, moderately firm, calcareous, trace coal, very minimal trace at 102' 105.5 - 165.0' **Sandstone** Medium light gray to medium gray, hard, cemented, rig chattering; becomes silty, hardness decreases to firm at 111'; no silt, hard again at 115'-116'; soft to moderately firm from 116'-120', wet, making water at 130', yield ~30 gpm, TDS=1,800 ppm; trace coal at 160'-162' 165 0 - 191 0' Siltstone Dry, brownish gray to light olive gray, moderately firm, calcareous, very hard cemented at 168'-170.5', firm again at 171'; trace sand at 188'

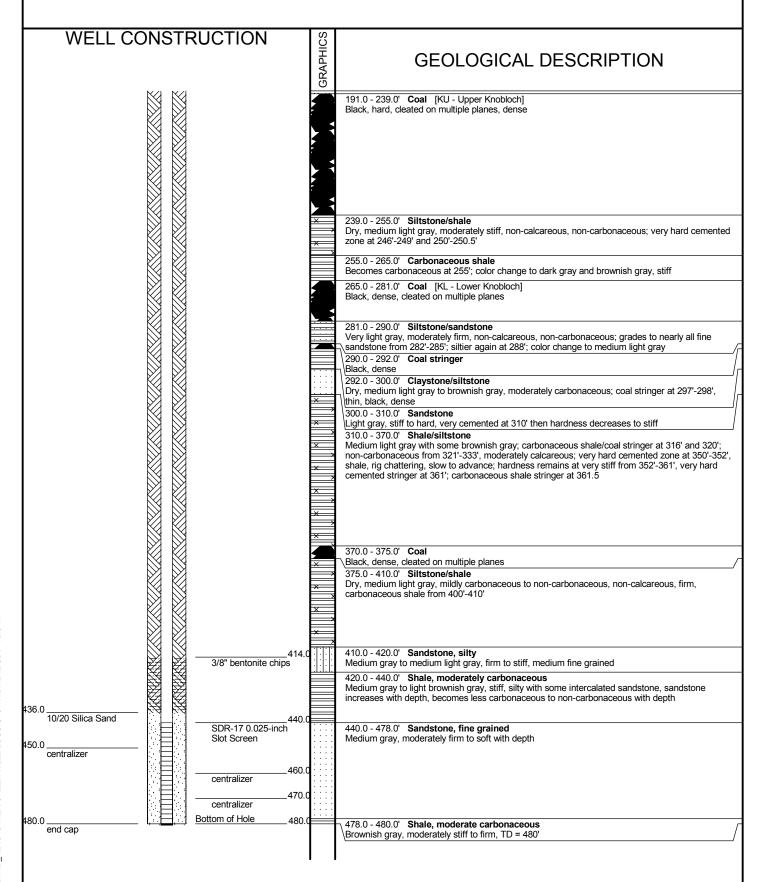


Billings, Montana

Monitor Well Log

Hole Name: B8-U

Date Hole Started: 7/8/2011 Date Hole Finished: 7/8/2011





Y/N

Υ

Hydrometrics, Inc. 2 Consulting Scientists and Engineers

Monitor Well Log

Hole Name: B9-K

INTERVAL

+1.27-185

+1.6-18.5

116-185

185-109

109-0

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Billings, Montana

Property Owner: State of Montana

Legal Description: T4S, R45E, Sec. 16, N

471769.36, E 2817516.92

Location Description: North edge State Section

Recorded By: AJH

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aquifer: Knobloch Coal Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 185

DEVELOPMENT/SAMPLING

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

Well Installed?

Sand Pack?

Annular Seal?

Surface Seal?

Well Developed? Air Lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 471769.36 Easting: 2817516.92

Static Water Level Below MP: 99.26 Surface Casing Height (ft): 1.65

Date: 7/15/2011 Riser Height (ft): 1.32

DESCRIPTION

8" steel

4.5" Sch 40, PVC

4.5" 0.025-inch slot

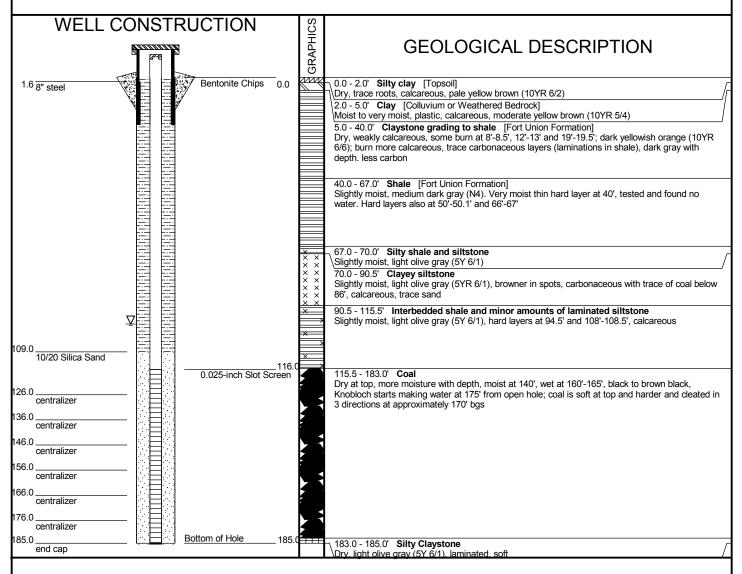
10/20 silica sand

Bentonite Chips

MP Description: Top PVC Ground Surface Elevation (ft): 3135.00

MP Height Above or Below Ground (ft): 1.32 MP Elevation (ft): 3136.32

Remarks: Lithology based on well B9-U. Tested 40 ft. zone extensively and found to be very moist with no free water. Top of the Knobloch at 115.5' bgs, and bottom of the Knobloch at 185' bgs.





Monitor Well Log

Hole Name: B9-U

Date Hole Finished: 7/13/11

INTERVAL

+1.41-295

278-0

Client: Arch Coal Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Billings, Montana

Property Owner: State of Montana

Legal Description: T4S, R45E, Sec. 16, N

471759.32, E 2817523.68

Location Description: North edge State Section

Recorded By: AJH

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well Target Aguifer: Underburden for coal

Hole Diameter (in): 7 7/8"

Total Depth Drilled (ft): 295

WELL COMPLETION Y/N **DESCRIPTION** 4.5" SDR-17 Certa-Lok-ID well casing Well Installed? Surface Casing Used? 8" steel Υ

+1.76-18.2 Screen/Perforations? 0.025-inch slot, SDR-17 PVC 282-295 Sand Pack? 10/20 silica sand 295-278

Bentonite Chips

Annular Seal? Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Bailed

Water Samples Taken? N Boring Samples Taken? N

Northing: 471759.32 Easting: 2817523.68

Static Water Level Below MP: 104.57 Surface Casing Height (ft): 1.88

Date: 7/15/2011 Riser Height (ft): 1.54

MP Description: Top PVC Ground Surface Elevation (ft): 3134.60

MP Height Above or Below Ground (ft): 1.54 MP Elevation (ft): 3136.14

Remarks: Tested Knobloch for yield at base of coal, 5-8 gpm. Tested for water at 241'-251' and there was apparently no water, SC=1698 µmhos/cm, pH=8.44, may be trace water due to SC change. Cased coal may be Flowers-Goodale seam. Yield est. at 1.5 gpm.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 2.0' **Silty clay** [Topsoil] \Dry, trace roots, calcareous, pale yellow brown (10YR 6/2) Bentonite Grout 1111 1.8 8" steel 2.0 - 5.0' Clay [Weathered Bedrock] Moist to very moist, plastic, calcareous, moderate yellow brown (10YR 5/4) 5.0 - 40.0' Claystone grading to shale [Fort Union Formation] Dry, weakly calcareous, some burn at 8'-8.5', 12'-13' and 19'-19.5'; dark yellowish orange (10YR 6/6); burn more calcareous, trace carbonaceous layers (laminations in shale), dark gray with depth. less carbon 40.0 - 67.0' **Shale** [Fort Union Formation] Slightly moist, medium dark gray (N4). Very moist thin hard layer at 40', tested and found no water. Hard layers also at 50'-50.1' and 66'-67' 67.0 - 70.0' Silty shale and siltstone Slightly moist, light olive gray (5Y 6/1) 70.0 - 90.5' Clayey siltstone Slightly moist, light olive gray (5YR 6/1), browner in spots, carbonaceous with trace of coal below 86', calcareous, trace sand 90.5 - 115.0' Interbedded shale and minor amounts of laminated siltstone Slightly moist, light olive gray (5Y 6/1), hard layers at 94.5' and 108'-108.5', calcareous 115.0 - 182.0' Coal Dry at top, more moisture with depth, moist at 140', wet at 160'-165', black to brown black, Knobloch starts making water at 175' from open hole; coal is soft at top and harder and cleated in 3 directions at approximately 170' bgs



Billings, Montana

Monitor Well Log

Hole Name: B9-U

Date Hole Finished: 7/13/11

Date Hole Started: 7/13/11

WELL CONSTRUCTION GEOLOGICAL DESCRIPTION 182.0 - 195.0' **Silty claystone**Dry, light olive gray (5Y 6/1), laminated, soft, grades to shale at 190' 195.0 - 199.0' Siltstone Olive gray (5Y 4/1), calcareous, carbonaceous laminae, weakly laminated, 1/2 coal stringer at 199.0 - 204.0' Silty shale Light olive gray (5Y 6/1), calcareous, soft 204.0 - 215.0' **Shale**, calcareous Dry, light olive gray (5Y 6/1), hard calcareous layer at 208'-209.5' 215.0 - 220.0' Clayey siltstone Light olive gray (5Y 6/1), calcareous, soft, coal stringer at 219'-219.5' 220.0 - 230.0' Siltstone, grading to fine silty sandstone Light olive gray (5Y 6/1), calcareous 230.0 - 238.0' Silstone Light olive gray (5Y 6/1), calcareous, hard at 238' 238.0 - 240.0' Sandstone, fine, silty Light olive gray (5Y 6/1), soft, carbonaceous, poorly sorted, sub-rounded 240.0 - 241.0' Shale Light olive gray (5Y 6/1), soft 241.0 - 251.0' Fine sandstone to very fine silty sandstone 75% quartz; sub-rounded, poorly sorted, calcareous. Tested for water, did not appear to have any gain over Knobloch water 251.0 - 261.0' **Shale**Dark greenish gray (5GY 4/1), coal stringer at 256'-258' 261.0 - 273.0' Sandy siltstone, siltstone and shale Light olive gray (5Y 6/1), intercalated, hard at 266'-266.5' 273.0 - 275.0' **Silty shale** Olive gray (5Y 4/1), calcareous, soft 10/20 Silica Sand 283.0 0.025-inch SDR-17 centralizer 275.0 - 282.0' Fine silty sandstone Slot Screen 289.0 Light olive gray (5Y 6/1), calcareous, soft centralizer 282.0 - 293.0' **Coal** Bottom of Hole 295.0 295.0 × Black, cleated in 3 directions, firm, appears to make water end cap 293.0 - 295.0' **Clayey siltstone** Olive gray (5Y 4/1), soft



Monitor Well Log

Hole Name: BH-1

Billings, Montana

Date Hole Started: 12/28/10 Date Hole Finished: 12/28/10

Client: Arch Coal WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? Ν Project: Otter Creek Mine Permit (10068) NA State: Montana Surface Casing Used? Ν NA County: Powder River Screen/Perforations? N NA Property Owner: Ark Land Company Legal Description: Sand Pack? Ν NA Annular Seal? Ν NA Location Description: Just west of Stevens road to house Recorded By: HJK Surface Seal? Υ Bentonite Chips 0-19 **DEVELOPMENT/SAMPLING** Drilling Company: Askin Drilling Well Developed? Driller: Ron Askin Water Samples Taken? N Drilling Method: Air Rotary Boring Samples Taken? N Drilling Fluids Used: None Purpose of Hole: Install Monitor Well Northing: Easting: Target Aquifer: Knobloch Coal Static Water Level Below MP: Surface Casing Height (ft): Hole Diameter (in): 4.5" Date: Riser Height (ft): Total Depth Drilled (ft): 19

MP Description: Ground Surface Elevation (ft):

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: Hole abandoned, backfilled with bentonite chips - moved to South to avoid thick clinker.

| WELL CONSTRUCTION | GEOLOGICAL DESCRIPTION |
|-------------------|---|
| | 0.0 - 1.0' Silty sand Dry, light brown, roots 1.0 - 19.0' Clinker Dry, light eddish brown to moderate red (5R 4/6), dusky red (5R 3/4), altered shales and fine-grained sandstone, hard 1.0 - 19.0' Clinker Dry, light brown to moderate red (5R 4/6), dusky red (5R 3/4), altered shales and fine-grained sandstone, hard 1.0 - 19.0' Clinker 1.0 |
| Bottom of Hole 19 | |



Hydrometrics, Inc. - Consulting Scientists and Engineers Billings, Montana

Monitor Well Log

Hole Name: C-1

Date Hole Finished: 7/6/11

+2-147

drill & drive

Client: Arch Coal

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: Ark Land Company

Legal Description: T3S, R45E, Sec. 34, Tract SW 1/4 NW 1/4; N 485805.50, E 2820986.59 Location Description: Near Stevens/Trusler property boundary and Sections 33/34 border Recorded By: RJL

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Monitor Well

Target Aguifer: Clinker

Hole Diameter (in): 11" (0-40'), 8" (40-150')

Total Depth Drilled (ft): 150

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 8" steel open bottom Well Installed? +2-147

Surface Casing Used? 8" steel

Screen/Perforations? N

Sand Pack? Ν

Υ Annular Seal? Bentonite Chips

Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 485805.5 Easting: 2820986.59

Static Water Level Below MP: Surface Casing Height (ft): Riser Height (ft): 1.70 Date:

MP Description: Ground Surface Elevation (ft): 3174.78

MP Height Above or Below Ground (ft): 1.70 MP Elevation (ft): 3176.48

Remarks: Drill and drive 8-inch steel to 100', becomes very hard. Drive end of steel pipe bent down hole. Attempt to drill out with 7 7/8" roller bit; would not drill out but reached 115' with 5" drag bit. Pull steel and start driving again with 8" well master drive shoe welded to drive end (7-6-2011). Drill and drive to 147' bgs, open hole 147'-150'. Yield is very low, not enough water to bail.

GRAPHICS

WELL CONSTRUCTION



Bottom of Hole

150.

GEOLOGICAL DESCRIPTION

0.0 - 1.0' Silt with clinker gravel [Colluvium/Weathered Bedrock Clinker] Slightly moist, dark reddish brown (10R 3/4) to moderate brown (5YR 3/4)

1.0 - 3.0' Thermally altered sandstone [Clinker]

Dry, moderate reddish orange to moderate reddish brown, hard, cuttings ground

3.0 - 35.0' Thermally altered sandstone/siltstone [Clinker]

Dry, moderate reddish orange to moderate reddish brown, very hard, cuttings ejected as gravel/cobble size fragments. Very sandy, cuttings were ground at 10', color change to all moderate reddish brown; less sand again at 20'. Color change to moderate orange pink (10R 7/4 and 5YR 8/4) at 22'; color change to grayish red (10R 4/2) at 33'

35.0 - 55.0' Thermally altered shale [Clinker]

Dry, pale red and pale brown, some light brown (5YR 6/4), very hard. Color change to grayish orange pink (5YR 7/2) and light brown (5YR 6/4) at 40'

55.0 - 90.0' Thermally altered siltstone/sandstone

Dry, sandstone texture fine to very fine, pale red (5R 6/2 and 10R 6/2), hard to very hard. Trace calcareous, very pale orange baked siltstone at 55'. Color change to pale reddish brown at 85'

90.0 - 105.0' Thermally altered shale Dry, pale red to very dusky purple to very dusky red purple, very very hard, rig slow to advance. Medium light gray to light bluish gray color at 99'-101'. Color returns to pale red to very dusky purple to very dusky red purple with traces medium light gray to light bluish gray at 101'. Switch from drag bit to 7 7/8" Tricone roller bit at 102'; drove steel to 120', injected some water at 105'.

105.0 - 110.0' Burned siltstone/sandstone interbedded

Dry, pale red, some hard to very hard, ejected as cobbles, other cuttings ground; some medium light gray shale interbeds

110.0 - 134.0' Burned sandstone [Clinker]

Dry, pale red to grayish orange and grayish orange pink with depth; softer than above but still hard, cuttings ground mostly to sand size particles, some cohesive gravel size fragments. Color change to very pale orange at 125', poor returns on cuttings/poor circulation

134.0 - 143.0' Burned shale [Clinker]

Dry, very light gray and yellowish gray, very hard; colors include pale reddish brown and pale red purple at 137

143.0 - 145.0' Burned sandstone/ash [Clinker/Bedrock]

Slightly moist, trace other vitrified sediments, grayish orange and very pale orange, some hard, some loose, cuttings ground

145.0 - 150.0' Baked shale/carbonaceous [Bedrock]
Very moist to wet from 145'-147', medium dark gray, very hard to firm with depth, injecting water at 148'; harder at top due to proximity to burn

8" steel open bottom



Monitor Well Log

Hole Name: C-2

Date Hole Started: 6/29/11

Date Hole Finished: 6/29/1

Consulting Scientists and Engineers
Billings, Montana

Project: Otter Creek Mine Permit (10068)

County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 9; N

476059.44, E 2818546.45

Location Description: Clinker knob near

Highway 484 Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary

Drilling Fluids Used: None

Purpose of Hole: Install Monitor Well Target Aquifer: Base of Clinker

Hole Diameter (in): 8"

Total Depth Drilled (ft): 63

| WELL COMPLETION | <u>Y/N</u> | <u>DESCRIPTION</u> | <u>INTERVAL</u> |
|----------------------|------------|-----------------------------|-----------------|
| Well Installed? | Υ | 4.5" Sch 40, PVC | 0-63 |
| Surface Casing Used? | Υ | 8" steel | +2-39 |
| Screen/Perforations? | Υ | 0.025-inch slot, Sch 40 PVC | 48-63 |
| Sand Pack? | Υ | 10/20 silica sand | 43-63 |
| Annular Seal? | Υ | Bentonite Chips | 0-40 |
| | | | |

Surface Seal? N
DEVELOPMENT/SAMPLING

Well Developed? Y Rig Air, 2 gpm pump

Water Samples Taken? N Boring Samples Taken? N

Northing: 476059.44 Easting: 2818546.45

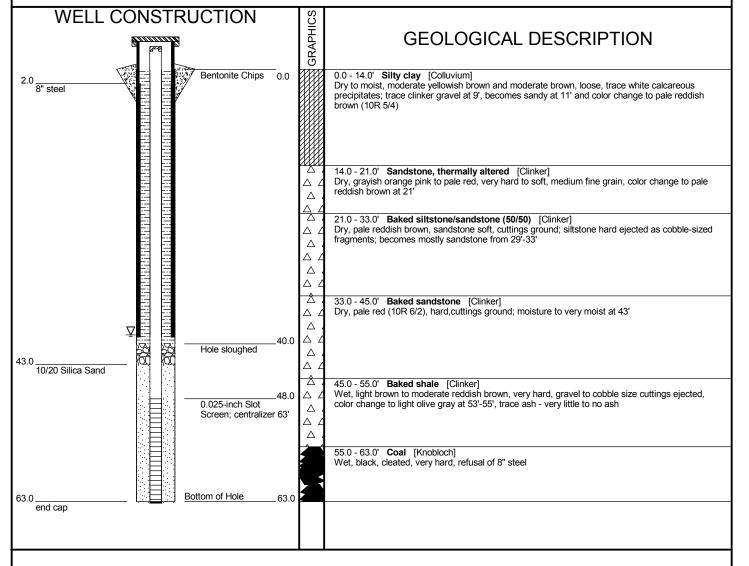
Static Water Level Below MP: 40.50 Surface Casing Height (ft): 2.20

Date: 6/29/2011 Riser Height (ft): 1.82

MP Description: Below PVC Ground Surface Elevation (ft): 3065.54

MP Height Above or Below Ground (ft): 1.82 MP Elevation (ft): 3067.36

Remarks: Drill with 7 7/8" drag bit to 40' ream with 10" drag bit; drive 61' of 8" steel, steel pulled back to expose perforations; developed with rig air and 2 gpm pump, color from dark brown to clear during development. Hole sloughed from 40'-43' bgs when steel pulled back. SC=3450 µmhos/cm, pH=8.03, temp=18.5° C; after development.





Monitor Well Log

Hole Name: C-3

Date Hole Finished: 4/13/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: Ark Land Company Legal Description: T4S, R45E, Sec. 10; N 474644.74, E 2823620.11

Location Description: Clinker well west of

weather station Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling Driller: Ron and Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water/Foam Purpose of Hole: Install Monitor Well

Target Aguifer: Clinker Hole Diameter (in): 11"(0-39'),

8"(39-120'),6"(120-140') Total Depth Drilled (ft): 140 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 6-inch ID steel Well Installed? +2-138 +2-62

Surface Casing Used? 8" steel Υ Screen/Perforations? open hole

Sand Pack?

Annular Seal? Bentonite Chips +1-120

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2823620.11 Northing: 474644.74

Static Water Level Below MP: 104.97 Surface Casing Height (ft): 1.96

Riser Height (ft): 1.82 Date: 4/13/2011

Ground Surface Elevation (ft): 3128.47 MP Description: Top 6" Steel

MP Height Above or Below Ground (ft): 1.82 MP Elevation (ft): 3130.29

Remarks: Drill and drive 8" steel to 62' bgs (refusal), drill to 120', lost circulation/poor returns. Attempted to use Drilling Foam to increase circulation on 4-7-2011. Returned to borehole on 4-13-2011; drive 6" steel to 138', drill to 140' bgs. Hole sloughed to 138' bgs, completed open hole. Well developed with rig air, yield approximately 100 gpm, SC=3700 µmhos/cm after development.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel +2-62 Δ 0.0 - 10.0' Clinker, burned sandstone Dry, pale reddish brown (0'-1') then moderate reddish orange, hard, cuttings ground by bit, Λ moderately to severely brecciated at ground surface 10.0 - 19.0' Clinker, baked shale Λ Dry, very hard, moderate reddish orange (10R 6/6) to light brown (5YR 5/6), very thin, soft, pale yellowish orange interbed (precipitated salts) at 15', calcareous Δ 19.0 - 55.0' Clinker, baked siltstone/some sandstone, thickly interbedded Dry, moderate red (5R 4/6); increasing sand texture to 30', color change to pale red/grayish pink Δ at 30' then decreasing sand texture to 40', color change to moderate reddish orange at 40' Color change to pale reddish brown at 45', sandy Δ Color change to moderate red (5R 4/6) at 50', silty Δ Δ Δ Δ Δ 55.0 - 124.0' Clinker, baked sandstone, fine to medium fine grain Dry, moderate reddish brown (10R 4/6) and moderate red (5R 4/6), stiff to moderately hard, Δ cuttings ground Δ Becomes very hard at 61'-63', rig slow to advance, color change to grayish orange pink then color Δ back to moderate reddish brown, hardness to stiff Some interbedded baked siltstone at 70', then multiple color changes: Δ Δ Dusky red at 71'-73' Moderate orange pink (10R 7/4) at 73'-74', hardness change to soft, drills fast Moderate orange pink (5YR 8/4) and light red (5R 6/6) at 74'-75' Moderate orange pink (10R 7/4) at 75'-76' Δ Δ Δ Dusky red (5R 3/4) at 76'-77 Δ Moderate reddish orange (10R 6/6) at 77'-80' ∇ Λ Moderate reddish brown (10R 4/6) to moderate red (5R 5/4) at 80-87' Colors from moderate reddish orange to pale reddish brown at 87'-100' Moisture increase to slightly moist at 90', increase to moderately moist at 93', very moist at 100', wet at 105' makes water, cuttings returned in clumps, try to inject water at 115' Δ Δ Hardness to very hard at 121'-124' 120.0 Δ Bentonite Chips $^{\sim}$ to 120' on 4/6/2011, resume drilling at 120' on 4/13/2011 hardness to very hard at 121' - 124' Δ 124.0 - 129.0' Clinker, baked sandstone, fine to medium fine grain Δ As above, some sandstone with interbedded baked shale, color to pale yellowish orange (10YR 38.0 Bottom of Hole 140.0 6" steel +1 - 138', open bottom in clinker, 129.0 - 140.0' Clinker, baked shale borehole reduced to 6" Wet, very dark red (5R 2/6) and dusky red (5R 3/4), very hard Color change to moderate reddish brown at 131 Color change to dark reddish brown and dusky brown/black at 133'-135' then multi-colored with light to dark grays and grayish reds from 135'-140', laminated black streaks and iron (orange)



Monitor Well Log

Hole Name: C-4

Date Hole Started: 11/9/10

Date Hole Finished: 11/9/10

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15; N 469778.33, E 2824994.5

Location Description: West of K-5 near edge of

floodplain Recorded By: ajh

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Clinker

Hole Diameter (in): 8.6" Total Depth Drilled (ft): 120 WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 8" steel open bottom Well Installed? 0-120

8" steel, 0.25" wall, 0.33" wall Surface Casing Used? Υ 0 - 120

Screen/Perforations? Open End

Sand Pack?

Υ Annular Seal? Bentonite added to annulus 0 - 120

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air Lift

Water Samples Taken? N Boring Samples Taken? N

Easting: 2824994.5 Northing: 469778.33

Static Water Level Below MP: 72.01 Surface Casing Height (ft): 1.50

Date: 11/9/2012 Riser Height (ft):

Ground Surface Elevation (ft): 3107.42 MP Description: Top of Steel

MP Height Above or Below Ground (ft): 1.40 MP Elevation (ft): 3108.81

Remarks: Developed for 15 minutes, flow estimated at 250gpm, water cleared rapidly, SC=4,140 µmhos/cm, pH=8.14, temp=11.4°C. Encountered clinker at 43', drilled 8" steel to complete well. Bottom 20' in 0.33 wall steel

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" steel 0.0 - 3.0' Silty Clay Dry, moderate yellowish brown (10YR 5/4), weakly calcareous, few roots, poor topsoil/collovium 3.0 - 7.0' Clay [Colluvium] Moist, moderate brown (5YR 3/4), cohesive, may be plastic, very soft, calcareous, rolls 1/8" 7.0 - 10.0' Clay, silty with siltstone inclusions [Colluvium] Moist, dark yellowish orange (10YR 6/6), very soft, non calcareous 10.0 - 12.0' Claystone [Bedrock] Moist, grayish orange (10YR 7/4) to moderate brown (5YR 4/4), weakly calcareous 12.0 - 15.0' Claystone Moist, grayish orange (10YR 7/4) to moderate brown (5YR 4/4), weakly calcareous but harder 15.0 - 17.0' Shale Slightly moist, dark yellowish brown (10YR 6/6), weakly calcareous, very soft 17.0 - 18.0' Shale Slightly moist, dusky yellowish brown (10YR 2/2), weakly calcareous, very soft 18.0 - 20.0' Clayey Siltstone Δ Slightly moist, dark yellowish orange (10YR 6/6), calcareous, soft Δ 20.0 - 25.0' Claystone, silty Δ Slightly moist to dry at top, dark yellowish orange (10YR 6/6), calcareous, CaCO₃, cemented, Δ hard at 20-20.5 25.0 - 27.0' Siltstone Slightly moist, dark yellowish orange (10YR 6/6), calcareous, red streak at 26' Λ 27.0 - 30.0' Siltstone Δ Dry, light brown (5YR 6/4), calcareous Δ 30.0 - 43.0' Siltstone Δ Dry, light brown (5YR 6/4), calcareous but stratified (1mm), dark red streak at 36', grades to Δ thermally altered sediments 43.0 - 60.0' Baked siltstone and shale [Clinker] Dry at top 60.0 - 80.0' Silty sandstone, baked [Clinker] Δ Moist to wet at 73', moderate reddish brown (10R 4/6) to dusky red (5R 3/4), non calcareous; Δ hard calcareous layer at 73', tan color, poor circulation, high yield of H₂O but difficult to determine Δ due to lost circulation. Borehole making 30 Δ 80.0 - 100.0' Sandstone and siltstone [Clinker] Moderate red (5R 4/6) to dark yellowish orange (10YR 6/6), rock gragments to 3", very angular \clinker, SC of H₂O 4,190 \mumhos/cm at 95', pH 8.21, temp 11.7°C, 100gpm+ Δ 100.0 - 110.0' Sandstone and siltstone [Clinker] Moderate red (5R 4/6) to dark yellowish orange (10YR 6/6), rock gragments to 3", very angular clinker, 150gpm at 100' 110.0 - 120.0' Sandstone and siltstone [Clinker] Δ Very soft, may have been coal but no coal detected in cuttings, no circulation below pipe Δ Bottom of Hole 120.0 120.0 open hole

Stock Well Log

Hole Name: Chromo-2

INTERVAL

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana

Property Owner: R. Denson

Legal Description: T5S, R45E, Sec 3 NWNE;

N 449883.48, E 2824991.82

Location Description: Denson stock well near

Chromo Creek Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Stock Well Target Aguifer: Fort Union Sandstone Hole Diameter (in): 11" (0-40'), 8" (40-450')

Total Depth Drilled (ft): 450

WELL COMPLETION Y/N **DESCRIPTION**

4.5" SDR-17 Certa-lok-ID well casing Well Installed? +0-450 Surface Casing Used? Υ 8" steel +2-98 Screen/Perforations? 4.5" 0.025-inch slot SDR-17 350-450

Sand Pack? 10/20 silica sand 328-450

Annular Seal? Bentonite Chips, Grout 63-300, 300-328

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Northing: 449883.48 Easting: 2824991.82

Static Water Level Below MP: 28 Surface Casing Height (ft):

Date: 4/13/2011 Riser Height (ft):

MP Description: TOSC Ground Surface Elevation (ft): 3137.94

MP Height Above or Below Ground (ft): MP Elevation (ft):

Remarks: Drilled to 30' with 7 7/8" bit, ream out with 12" bit, drive 40' of 8" steel casing. Poured 20 bags bentonite around steel while driving. Added 60' more of 8" steel through gravel (100 ' total). Inject water at 100'. Developed with rig air at 25 gpm; SC=1095 μmhos/cm (20 minutes, 500 gallons); ~625 gallons total removed. High Solids Bentonite EZ-Plug Grout - 20% solid.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 8" STEEL +2-98 0.0 - 2.0' Silty clay, some sand [Colluvium] Slightly moist, moderate yellowish brown, loose, non-plastic 10.0 2.0 - 5.0' Silty clay, trace of sand [Colluvium] 4.5" SDR-17 Dry, pale orange, loose, non-plastic Certa-Lok 5.0 - 30.5' Silty fine sand [Colluvium/Alluvium] Dry to slightly moist with depth, loose to moderately dense with depth, grain size increases to medium fine and medium from 22'-30.5' 30.5 - 78.0' Sand and gravel, poorly sored gravel to (10-20%) [Alluvium] Slightly moist, moderate yellowish brown sand with multicolored clinker gravels, some sandstone gravels, clinker: light brown (5YR 5/6), moderate reddish brown, dark yellowish orange Wet at 35', gravel increases to >50%, gravels 3", gravels sub-angular to sub-round, low to medium sphericity, mostly flat, some moderately spherical Becomes increasingly angular at 45', gravels to 5" at 55', sand fraction to 5% at 65' 63.0 High Solids Bentonite EZ-Plug Grout 78.0 - 111.0' Sandstone, medium fine grain [Bedrock] Wet, light olive gray (5Y 6/1) to olive gray, soft to very soft, lense dense (very soft) from 90'-100', trace coal at 100', moderately siliceous, increasing silica at 105' 111.0 - 115.0' Siltstone, sandy Dry, medium bluish gray (5B 5/1), moderately firm, non-calcareous, fetid odor 115.0 - 135.0' Sandstone Wet, makes \sim 7 gpm, SC=2,140 μ mhos/cm, open hole, medium bluish gray to medium gray, moderately firm to very stiff, rig grinding, fetid odor at top 115'-116' 135.0 - 147.0' Coal Wet, black, dense, cleated multiple planes, making water, open hole, yield ~10 + gpm 147.0 - 148.5' **Carbonaceous shale** Brownish gray (5YR 4/1) and olive gray (5Y 3/2), stiff, moderately plastic 148.5 - 150.0' Coal Wet, black, dense, cleated multiple planes, open hole, SC=1,800 µmhos/cm 150.0 - 175.0' Shale/siltstone Apparently dry, medium light gray and greenish gray, firm to stiff, non-plastic, non-calcareous, thin very hard moderate yellowish brown stringer at 168'



Hydrometrics, Inc. 2 Consulting Scientists and Engineers Billings, Montana

Stock Well Log

Hole Name: Chromo-2
Date Hole Started: 4/12/11 Date Hole Finished: 4/13/11

| WELL C | ONSTRU | JCTION | HICS | |
|----------------------|-------------|--------------------------------|---------------------------------------|--|
| | | | GRAPHICS | GEOLOGICAL DESCRIPTION |
| 180.0 | | | | 175.0 - 205.0' Sandstone |
| Cement | | | | Wet?, medium light gray and greenish gray, firm to soft with depth, thin coal stringer at 203' |
| | | | | |
| | | | | |
| | | | × × × × × × | 205.0 - 308.0' Siltstone/shale Medium light gray to medium gray, stiff to very hard at 206'-211', rig chattering, non-calcareous at 205'-230', then nearly all at least moderately calcareous to 308' |
| | | | X X | Very thin dark brown laminations at 205'-206' |
| | | | X X X X X X X X X X | Moderately carbonaceous thin coal stringer at 212'-214', hardens to moderately firm at 214' Coal stringer at 217'-218' |
| | | | × × × × × × | Interbedded sandstone at 225'-230' and at 241'-242' Coal stringer/carbonaceous shale stringer at 242' Color shape to elive gray (SV 4/1) at 245' |
| | | | ×× | Color change to olive gray (5Y 4/1) at 245' Coal stringer at 250'-252' Color change to greenish gray (5GY 6/1) and medium light gray at 255' |
| | | | × × × × × × × × × × × × × × × × × × × | Color change to greenish gray (5GY 6/1) and medium light gray at 255' Very hard yellowish gray shale stringer at 270' Some interbedded sandstone at 275' |
| | | | × × × × | Coal/carbonaceous shale stringer, grayish brown, soft at 290'-293' |
| | | | × × × × × × | |
| | | | | |
| | | | | |
| | | | × × × | |
| | | Bentonite Chips | 300.0 × × × × × × | |
| | | | y. y. | 308.0 - 313.0' Sandstone, fine grain Medium light gray, very hard, cemented, rig chattering/slow to advance, trace calcareous |
| | | | × × × × | heddin light gray, very hard, cemented, high chattering slow to advance, trace calculated precipitates at bottom of cemented interval/siltstone contact 313.0 - 335.0' Siltstone/shale |
| 328.0 | - 볼 볼 | | × × × × | Dry, medium light gray and greenish gray, firm to stiff; carbonaceous shale stringer, grayish brown, soft at 320'; hardness decreases to moderately firm or firm at 321'; becomes very sandy |
| | | | × × × × | at 330'-335' 335.0 - 445.0' Sandstone, medium fine grain |
| 340.0 centralizer | - [:] [:] | | | Wet, moderately firm to soft, medium light gray |
| | | 4.5" 0.025-inch slot SDR-17 | 350.0 | More cohesive, stiff interval at 350'-355' Moderate yellowish brown interbeds (sandstone) and some intercalcated shale at 410'-412' |
| 360.0 centralizer | - KEA | | | Yield open hole ~100 gpm |
| 370.0 centralizer | - | | | |
| 380.0 | - [] | | | |
| centralizer | | | | |
| centralizer | | | | |
| 400.0 centralizer | - | | | |
| 410.0 centralizer | - [] | | | |
| | | | 420.0 | |
| | | centralizer | 430.0 | |
| | | centralizer | | |
| 440.0 centralizer | - | | | |
| 450.0 end cap | | ttom of Hole | 450.0 | 445.0 - 450.0' Siltstone/sandstone [Bedrock] Medium light gray, moderately firm, more cohesive |
| · . | | | 1 1 | |



Stock Well Log

Hole Name: GNP PSW1

Date Hole Started: 8/15/11 Date Hole Finished: 8/16/11

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: N 45.6133, W -106.17452 (NAD 83) (handheld GPS coordinates) Location Description: GNP, Thane Thomas stock well

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Doug Askin Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Stock Well

Target Aguifer: Sandstone

Hole Diameter (in): 11"(0'-38'), 8"(38'-400')

Total Depth Drilled (ft): 400

2.0 8" steel

| WELL COMPLETION | Y/N | DESCRIPTION | INTERVAL |
|----------------------|-----|------------------------------|----------|
| Well Installed? | Υ | 4.5" Sch 40, PVC | +2-400 |
| Surface Casing Used? | Υ | 8" steel | +2-38 |
| Screen/Perforations? | Υ | 0.025-inch slot, Sch 40 PVC | 340-400 |
| Sand Pack? | Υ | 10/20 Silica Sand | 335-400 |
| Annular Seal? | Υ | Bentonite Chips | 325-335 |
| Surface Seal? | Υ | Hi Solids grout (20% solids) | 0-325 |
| | | | |

DEVELOPMENT/SAMPLING

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: 2821343.951 Northing: 459806.253

Static Water Level Below MP: 80 Surface Casing Height (ft): 2.0

Date: 8/16/2011 Riser Height (ft): 2.0

Ground Surface Elevation (ft): 3162.16 MP Description: Steel Casing

MP Height Above or Below Ground (ft): 2.0 MP Elevation (ft):

Remarks: Drilled to 38' with 11" drag bit, set 48' of 8" steel. Drilled with 7 7/8" drag bit. Drillers estimate 15 gpm at 120'. Aug. 16, 2011 blew on open hole with rig air at 140' bgs to develop. Pumping rate at ~10 gpm. Water quality tested at 5 minute intervals; 5 min.=3280 µmhos/cm and clear; 10 min.=2330 µmhos/cm, pH= 8.7, temp= 16.9°C, moderately turbid to clear; 15 min.=1600 µmhos/cm, pH=8.8, temp= 17.0°C, moderately turbid; 20 min.=1510 µmhos/cm, pH= 9.0, temp= 18°C, mild turbidity; 25 min.=1950 µmhos/cm, pH= 9.05, temp= 18.5°C, moderately turbid.

WELL CONSTRUCTION



GEOLOGICAL DESCRIPTION

0.0 - 20.0' Silt with some clay and fine sand [Colluvium]
Pale (10YR 6/2) to moderate (10YR 5/4) yellowish brown, loose, soft, trace clinker gravel

20.0 - 35.0' Sand [Colluvium to Bedrock]

Slightly moist, pale (10YR 6/2) to moderate (10YR 5/4) yellowish brown, very fine grain, soft, loose, very clayey at 20'-21', trace clinker gravel fragments

35.0 - 77.0' Sandstone [Bedrock]

Slightly moist, pale yellowish brown (10YR 6/2), soft, with light olive gray interbeds, some moderately cohesive. Dark yellowish orange (10YR 6/6) from 43'-44'. Dark yellowish orange (10YR 6/6) stringer at 47'. Moist at 57', color change to moderate yellowish brown (10YR 5/4), injecting water at 60', TDS=2,700 ppm. Dark gray (N3) particles in sand from 60'-77'; yield 3 gpm

77.0 - 82.0' Siltstone/sandstone

Brownish gray (5YR 4/1), moderately firm, non-plastic, non-calcareous, grades to all siltstone at

82.0 - 115.0' Coal [Knobloch]



Black (N1), hard, dense, cleated

115.0 - 120.0' Silty sandstone [Bedrock]

Brownish gray (5YR 4/1) to light brownish gray (5YR 6/1), moderately firm. TDS=2,600 ppm, yield= 15 gpm open hole

120.0 - 133.0' Coal [Knobloch]

Black (N1), hard, dense, cleated

133.0 - 137.0' Shale

Medium dark gray (N4) and brownish gray [5YR 4/1], stiff to very hard, moderately carbonaceous, non-calcareous

137.0 - 139.0' Sandstone

Medium light gray (N6), medium fine grained, hard, rig chatters, slow to advance

139.0 - 155.5' Siltstone/shale

Medium dark gray (N4), stiff to firm with depth, non-plastic, non-calcareous, softer at 145', thin dusky brown (5YR 2/2) carbonaceous shale at 155'

155.5 - 174.0' **Coal** [Lower Knobloch]

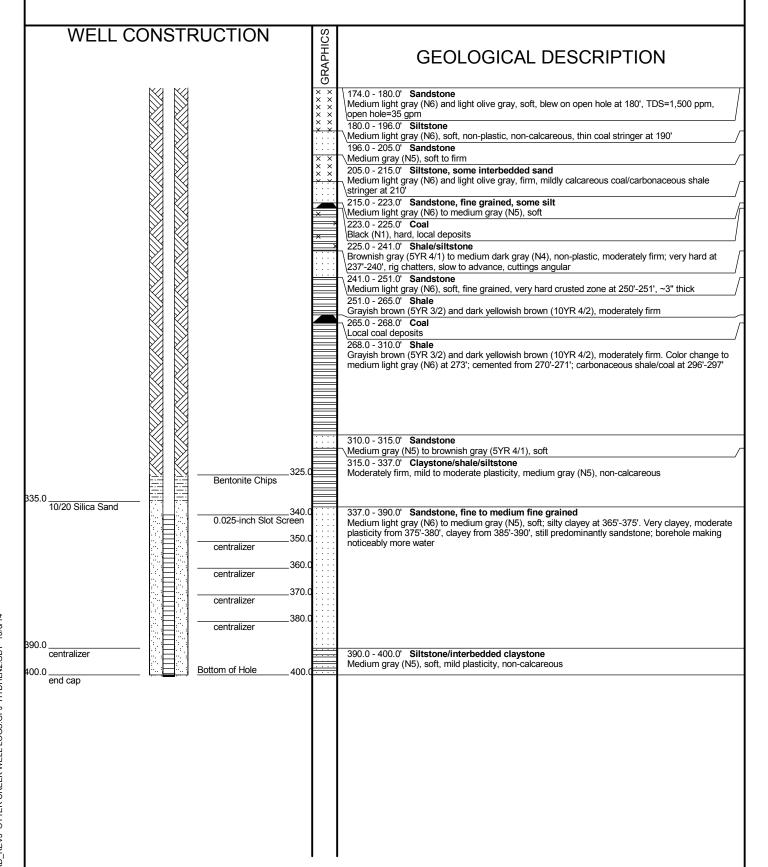
Dark brownish gray to black (N1) with depth, firm to dense, some cleats, very stong reduced



Billings, Montana

Stock Well Log

Hole Name: GNP PSW1





Billings, Montana

Stock Well Log

Hole Name: GNP PSW2

Date Hole Started: 8/24/11

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River Property Owner: Great Northern Properties

Legal Description: N 45.53922 E -106.28133 (NAD83) (handheld GPS coordinates) Location Description: Replacement stock well

for GNP on Bridge Creek Recorded By: RJL

Drilling Company: Askin Drilling

Driller: Ron Askin

Client: Arch Coal

Drilling Method: Air Rotary Drilling Fluids Used: Water

Purpose of Hole: Install Stock Well Target Aquifer: Sandstone at ~400' bgs Hole Diameter (in): 11" (0'-15'), 8" (15'-380')

Total Depth Drilled (ft): 380

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? +2-380 8" steel Surface Casing Used? Υ +2-51 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 340-380 Sand Pack? 10/20 Silica Sand 307-380 Annular Seal? Bentonite Chips 137-307

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Rig Air

Water Samples Taken? N Boring Samples Taken? N

Easting: Northing:

Static Water Level Below MP: 70 Surface Casing Height (ft):

Date: 8/24/2011 Riser Height (ft):

MP Description: Top PVC Ground Surface Elevation (ft):

MP Height Above or Below Ground (ft): 0 MP Elevation (ft):

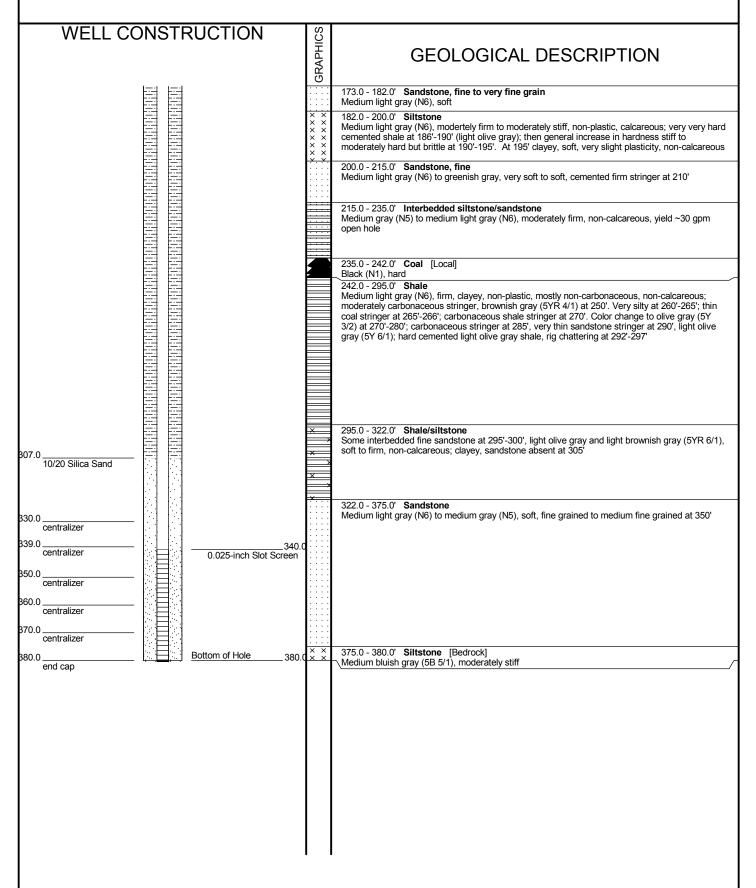
Remarks: Drilled to 15' with 10 7/8" bit; drilled from 15' to 380' with 7 7/8" bit; injecting water at 35' bgs; yield ~20 gpm. Bentonite 3/8" chips poured continuously while setting 8" steel.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 7.0' **Silty clay** [Colluvium/Topsoil] Dry, pale yellowish brown (10YR 6/2), loose, roots, becomes sandy at 5' 2.0 8" steel 7.0 - 15.0' Sand and gravel poorly sorted [Alluvium] Slightly moist, fines are moderate yellowish brown (10YR 5/4) (sand is fine to medium fine); multi-colored clinker gravels (e.g., light brown, moderate reddish brown 10R 4/6); gravels flat to moderately spherical, sizes up to 4", mostly sub-angular, few sub-round, loose to moderately dense; sand to 10% at 15' 15.0 - 41.0' Thermally altered siltstone/shale [Clinker] Dry, multi-colored (e.g. light browns, reds and reddish browns with light gray N7 and greenish gray 5G 6/1); very hard, some loose silty clay, pale yellowish brown (10YR 6/2) in matrix from 30'-40'; also very hard thin pale orange and pale yellowish orange(10YR 8/6) bed at 30', interbedded with softer clay and ash? 41.0 - 45.0' **Shale, silty** [Bedrock] Dry, medium light gray (N6), and light olive gray with dusky brown (4YR 2/2) streaks, non-plastic, non-calcareous, soft to moderately firm; color change to grayish orange (10YR 7/4)/grayish orange pink at 42' 45.0 - 47.0' Sandstone Light olive gray, soft, fine medium-grained ∇ 47.0 - 48.0' **Coal**Black (N1), hard, moderately dense, cleated 48.0 - 71.0' Silty claystone [Bedrock] Medium gray (N5), to greenish gray, non-plastic, moderately firm, non-calcareous; very hard cemented zone at 62'-65' 71.0 - 75.0' Coal [Local] Black (N1), hard, moderately dense 75.0 - 96.0' Siltstone Medium light gray (N6), moderately firm, calcareous, trace sandstone intervals at 80'-85' and 96.0 - 102.0' Coal [Local] Black (N1), hard, dense, cleated multiple planes 102.0 - 137.0' Siltstone Medium light gray (N6), moderately firm, calcareous, trace sand at 102'-105', no sand at 110': rock very hard, cemented at 119'-124', rig chattering, drilling slowly. Very thin coal/carbonaceous shale stringer at 125' Bentonite Chips 137.0 - 143.0' Coal [Local] Black (N1), hard, dense, cleated 143.0 - 173.0' Siltstone Medium light gray (N6) to medium gray (N5), moderately firm, non-calcareous. Thin coal stringer at 160'-161'; very clayey at 161'-165', stiff; some interbedded sand from 170'-173'

Billings, Montana

Stock Well Log

Hole Name: GNP PSW2





Monitor Well Log

Hole Name: K-1

Date Hole Started: 11/8/10

Date Hole Finished: 11/8/10

Billings, Montana

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15; N 467480.1, E 2825490.64

Location Description: East of Otter Creek 1/2

mile +/-

Recorded By: ajh

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 175

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? 4.5" Sch 40, PVC 0-175

Surface Casing Used? Υ 8" steel 0.250" wall

Screen/Perforations? 0.025-inch slot, Sch 40 PVC 110-175 Sand Pack? 10/20 Silica Sand 101-175 Annular Seal? Bentonite Chips 0 - 101

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Easting: 2825490.64 Northing: 467480.1

Static Water Level Below MP: 73.64 Surface Casing Height (ft): 1.82

Date: 11/10/2010 Riser Height (ft): 1.59

MP Description: Top PVC Ground Surface Elevation (ft): 3117.44

MP Height Above or Below Ground (ft): 1.59 MP Elevation (ft): 3119.03

Remarks: Open hole SC 2,180 µmhos/cm, pH 8.66, temp 13.2°C, yield open hole with rig air 30gpm +. First bail 2,790 µmhos/cm, last bail 2,180 µmhos/cm pH 8.44.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION Bentonite Chips 0.0 - 9.0' Clay, silty [Topsoil & Colluvium] Dry to slightly moist, grayish orange, cohesive when wet, calcareous, few roots 9.0 - 11.0' Clay, silty [Colluvium] Dry to slightly moist, light brown (5YR 5/6), cohesive when wet, calcareous, few roots 11.0 - 15.0' Clay, silt [Colluvium] Slightly moist, pale yellowish brown (10YR 6/2), cohesive, non-calcareous 15.0 - 17.0' Siltstone [Bedrock] Slightly moist, dark yellowish orange (10YR 6/6), very soft 17.0 - 21.0' Claystone [Bedrock] Slightly moist, dark yellowish orange (10YR 6/6), very soft, calcareous 21.0 - 22.0' Claystone Slightly moist, light brown (5YR 6/4), very soft, non-calcareous 22.0 - 30.0' Very fine silty sandstone Dry to slightly moist, grayish orange (10YR 7/4), soft, hard layer at 29' 30.0 - 31.0' **Very fine sitty sandstone** Dry to slightly moist, slightly cohesive, yellowish gray (5Y 8/1), soft, calcareous 31.0 - 37.0' Siltstone Slightly moist, yellowish gray, calcareous 37.0 - 39.0' Siltstone Slightly moist, dark yellowish orange (10YR 6/6), soft 39.0 - 41.0' Shale Dry, medium gray (N5), soft 41.0 - 42.0' Clay and baked shale Dry to slightly moist, moderate yellowish brown (10YR 5/4) 42.0 - 43.0' Siltstone, clayey Dry to slightly moist, moderate yellowish brown (10YR 5/4) 43.0 - 44.0' Claystone Dry, moderate yellowish brown (10YR 5/4), soft 44.0 - 45.0' Claystone Dry, more orange staining, iron 45.0 - 48.0' Silty claystone Slightly moist, dark yellowish orange (10YR 6/6), very soft, weakly calcareous 48.0 - 52.0' Claystone Slightly moist, dark yellowish orange (10YR 6/6), very soft, weakly calcareous 10/20 Silica Sand 52.0 - 55.0' **Shale** Dry, medium gray (N5) 55.0 - 61.0' **Shale** Dry, light olive gray (5Y 5/2), soft. At 56-59' cemented shale/claystone, dry, calcareous, hard 0.025-inch Slot 61.0 - 68.0' Siltstone with claystone inclusions Screen; centralizer 110' Moist, medium gray (N5), soft, non-calcareous 20.0 68.0 - 70.0' Shale centralizer lighty moist, brownish gray (5YR 4/1), soft, non-calcareous



Billings, Montana

Monitor Well Log

Hole Name: K-1

Date Hole Started: 11/8/10 Date Hole Finished: 11/8/10

WELL CONSTRUCTION GRAPHICS **GEOLOGICAL DESCRIPTION** 70.0 - 74.0' Sandy siltstone Moist, medium gray (N5), soft, non-calcareous 74.0 - 75.0' **Silty shale** centralizer Slightly moist, light olive gray (5Y 6/1), soft 75.0 - 79.0' Siltstone 140.0 Moist to very moist, medium dark gray (N4), non-calcareous, soft centralizer 79.0 - 83.0' Silty shale Wet at top, more water in cuttings, light olive gray (5Y 6/1), hard at bottom of interval, trace water on top of hard layer 150.0 centralizer 83.0 - 102.0' **Shale** Dry, dark gray (N3), soft, coal stringer at 93' 102.0 - 174.0' **Knobloch** Wet, black (N1), dense, cleated 3x, trace gypsum, no pyrite observed, partly laminated brownish gray siltstone from 151to 152', coal unit making combined 30gpm+ open hole, more water centralizer apparently below siltstone parting centralizer 175.0 Bottom of Hole 175.0 174.0 - 175.0' Silty shale end cap Dry, light gray (N7)



Monitor Well Log

Hole Name: K-2

Date Hole Started: 1/6/2011 Date Hole Finished: 1/6/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: R. Denson

Legal Description: T4S, R45E, Sec. 26; N

460975.69, E 2828132.5

Location Description: East of Otter Creek

paired with K-6 Recorded By: ajh

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary

Drilling Fluids Used: Water Purpose of Hole: Install Monitor Well Target Aguifer: Lower Knobloch

Hole Diameter (in): 7 7/8" (12 3/4" to 38')

Total Depth Drilled (ft): 209

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? 4.5" Sch 40, PVC 0-209 Surface Casing Used? 8" steel 0.250" wall Υ 0 - 38Screen/Perforations? 0.025-inch slot, Sch 40 PVC 189-209 Sand Pack? 10/20 Silica Sand 185-209 Annular Seal? Bentonite Chips 0 - 185Surface Seal? Bentonite Chips

DEVELOPMENT/SAMPLING

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 460975.69 Easting: 2828132.5

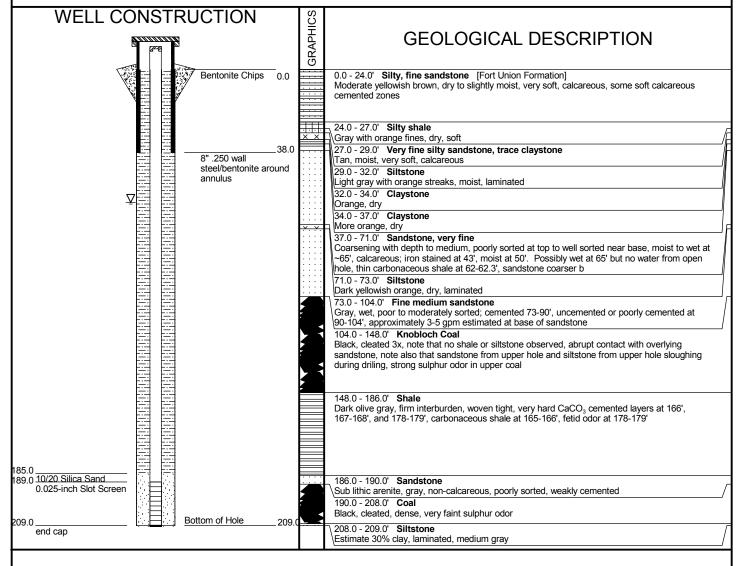
Static Water Level Below MP: 62.41 Surface Casing Height (ft): 1.84

Date: 1/7/2011 Riser Height (ft): 1.52

MP Description: Top PVC Ground Surface Elevation (ft): 3137.39

MP Height Above or Below Ground (ft): 1.52 MP Elevation (ft): 3138.91

Remarks: Water injection at 65', test for water at 80', no flow from boring at 104', 3-5 gpm (base of sandstone). SC open hole 1750 µmhos/cm 40-50 gpm. First water 15-20 gpm, turbid SC=1260 µmhos/cm, temp 10.4°C.





Monitor Well Log

Hole Name: K-3

Date Hole Started: 1/24/2011 Date Hole Finished: 1/24/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: R. Denson

Client: Arch Coal

Legal Description: T4S, R45E, Sec. 26; N 459323.03, E 2827589.55

Location Description:

Recorded By: RJL

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aquifer: Upper Knobloch Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 75

Drilling Company: Askin Drilling

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-75 8" steel Surface Casing Used? +2-38 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 55-75 Sand Pack? 10/20 Silica Sand 43-75 Annular Seal? Bentonite Chips +1-43

Surface Seal? **DEVELOPMENT/SAMPLING**

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 459323.03 Easting: 2827589.55

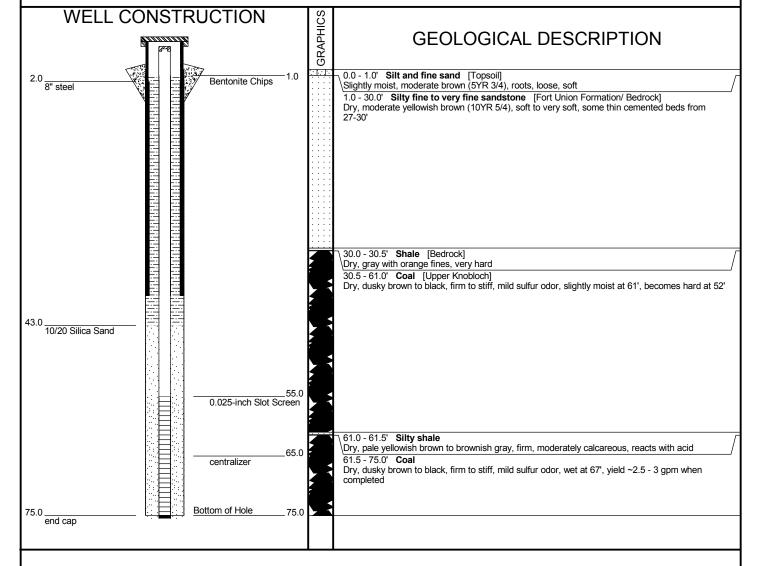
Static Water Level Below MP: 62.5 (rising) Surface Casing Height (ft): 2.27

Date: 1/24/2011 Riser Height (ft): 1.83

MP Description: Top PVC Ground Surface Elevation (ft): 3127.83

MP Height Above or Below Ground (ft): 1.83 MP Elevation (ft): 3129.66

Remarks: Inject water at total depth to stimulate flow, develoed with bailer for 20 minutes, yield ~2.5 - 3 gpm, SC=2140 µmhos/cm, pH=7.46, temp=11.6°C





Monitor Well Log

Hole Name: K-4

Date Hole Started: 1/24/2011 Date Hole Finished: 1/24/2011

Billings, Montana

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: R. Denson

Legal Description: T4S, R45E, Sec. 26; N 459331.02, E 2827583.15

Location Description: paired with K-3

Recorded By: RJL

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aquifer: Lower Knobloch

Hole Diameter (in): 7 7/8" to 40' then 11 3/4"

Total Depth Drilled (ft): 150

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** 4.5" Sch 40, PVC Well Installed? 0-150 Surface Casing Used? 8" steel Υ +2-130 Screen/Perforations? 0.025-inch slot, Sch 40 PVC 130-150 Sand Pack? 10/20 Silica Sand 127-150 Annular Seal? Bentonite Chips +1-127 Surface Seal?

DEVELOPMENT/SAMPLING

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 459331.02 Easting: 2827583.15

Static Water Level Below MP: 55.83 Surface Casing Height (ft): 1.96

Date: 1/24/2011 Riser Height (ft): 1.71

MP Description: Top PVC Ground Surface Elevation (ft): 3127.76

MP Height Above or Below Ground (ft): 1.71 MP Elevation (ft): 3129.47

Remarks: Drive 40' of 8" steel casing, bentonite in annulus, injecting water at 75', developed with bailer 20 minutes. Yield ~4.5 gpm, SC=1873 µmhos/cm, pH=8.64, temp=12.7°C

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 - 1.0' Silt to fine sand [Topsoil] 2.0 8" steel 1.0 Bentonite Chips Slightly moist, moderate brown (5YR 3/4), roots, loose, soft 1.0 - 30.0" Silty very fine sandstone [Fort Union Formation/Bedrock] Dry, moderate yellowish brown (10YR 5/4), soft to very soft, minor cemented zone from 27-30' 30.0 - 30.5' Shale Dry, gray with orange fines, very hard 30.5 - 61.0' Coal [Upper Knobloch] Dry, dusky brown to black, very dusky at surface, firm to stiff, mild cleats possibly 1x, mild sulfur odor, becomes hard at 52', slightly moist at 61' 61.0 - 61.5' Silty shale Dry, pale yellowish brown to brownish gray, firm, moderately calcareous interburden, reaction to 61.5 - 75.0' Coal Dry, dusky brown to black, very dusky at surface, firm to stiff, mild cleats possibly 1x, mild sulfur odor, wet at 67', SC=2300 µmhos/cm, yield=3-5 gpm 75.0 - 95.0' **Shale intercalcated and strong**Moist (from above) to dry, medium light gray to medium gray, cemented, very hard sandstone at 84-85' and 91-92' 95.0 - 130.0' Sandstone, minor shale intercalcated Very soft to firm, medium gray with thinly bedded dark yellowish brown streaks 10/20 Silica Sand 130. 0.025-inch Slot Screen 130.0 - 147.5' Coal [Lower Knobloch] Stiff, black, cleating not distinct centralizer centralizer Bottom of Hole 150 147.5 - 150.0' Silty shale end cap Soft, medium light gray



Y/N

Υ

Billings, Montana

Monitor Well Log

Hole Name: K-5

Date Hole Started: 11/10/10 Date Hole Finished: 11/10/10

INTERVAL

1-110

Project: Otter Creek Mine Permit (10068) County: Powder River State: Montana Property Owner: Great Northern Properties Legal Description: T4S, R45E, Sec. 15; N 4469707.66, E 2825301.24

Location Description: 115 yards East of well

C-4 on hill Recorded By: ajh

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Knobloch Coal Hole Diameter (in): 7 7/8" Total Depth Drilled (ft): 186

Sand Pack? Annular Seal?

Well Installed?

WELL COMPLETION

Surface Casing Used?

Screen/Perforations?

4.5" Sch 40, PVC 0-186 8" steel 0.250" wall -3.5 to 1.5' 0.025-inch slot, Sch 40 PVC 126-186 10/20 Silica Sand 110-186 Bentonite Chips

Surface Seal? Concrete Pad

DEVELOPMENT/SAMPLING

Well Developed? Bailed

Water Samples Taken? N Boring Samples Taken? N

Easting: 2825301.24 Northing: 469707.66

Static Water Level Below MP: 105.16 (Rising) Surface Casing Height (ft): 1.77

Date: 11/10/2010 Riser Height (ft): 1.54

DESCRIPTION

MP Description: Top PVC Ground Surface Elevation (ft): 3146.44

MP Height Above or Below Ground (ft): 1.54 MP Elevation (ft): 3147.98

Remarks: Knobloch Coal making +/- 20-25gpm open hole, SC when blowing from open hole 1,394 µmhos/cm, pH 8.41, temp 11.2°C. Install 20' of 8" steel for hole sloughing and cutting control, pulled after well installed...

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 1.5 8" steel 0.0 - 2.5' **Shale** [Bedrock] Bentonite Chips Dry, olive gray changing to dark yellowish orange (10YR 6/6), soft, non-calcareous 2.5 - 5.0' Cemented shale Dry, light gray (N8), calcareous cement, hard 5.0 - 20.0' Claystone Slightly moist, dark yellowish orange (10YR 6/6), very soft, non-calcareous 20.0 - 20.5' Shale, cemented with CaCO₃ Dry, hard 20.5 - 25.0' Claystone Slightly moist, dark yellowish orange (10YR 6/6), calcareous, soft 25.0 - 33.0' Siltstone with interbedded shale Slightly moist, dark yellowish orange (10YR 6/6) to moderate yellowish brown (10YR 5/4), calcareous, soft 33.0 - 74.0' Shale Dry, medium gray (N5) to dark yellowish orange (10YR 6/6), non-calcareous, very soft, trace silt-rich zones, siltstone layer at 43-43.5', 57-57.5', and 65.5 to 66' 74.0 - 76.0' Shale, CaCO₃ cemented Dry, light gray (N7), hard 76.0 - 82.0' Siltstone Dry to moist, dark yellowish orange (10YR 6/6), clay vari-colored, calcareous, stratified 1mm, soft 82.0 - 83.0' Shale Dry, various colors, gray to dark yellowish orange (10YR 6/6), hard CaCO₃ cemented zone at 83' 83.0 - 85.5' **Shale, CaCO₃ cemented** Dry, light gray (N8), hard, marker bed 85.5 - 91.0' Sandy siltstone Moist, dark yellowish orange (10YR 6/6), weakly calcareous, soft 91.0 - 95.0' Siltstone Moist, dark yellowish orange (10YR 6/6), weakly calcareous, soft 110.0 10/20 Silica Sand 95.0 - 107.0' Shale becoming silty at 100' Slightly moist, medium gray (N5), soft, weakly calcareous 107.0 - 114.5' Shale Dry, grayish brown (5YR 3/2) (top foot) to dark yellowish brown (10YR 4/2), soft, carbonaceous

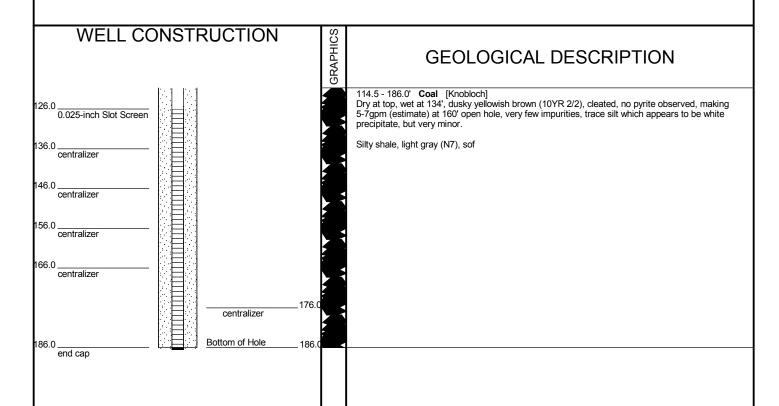


Billings, Montana

Monitor Well Log

Hole Name: K-5

Date Hole Started: 11/10/10 Date Hole Finished: 11/10/10





Monitor Well Log

Hole Name: K-6

Billings, Montana

Date Hole Started: 1/7/2011 Date Hole Finished: 1/7/2011

Project: Otter Creek Mine Permit (10068) State: Montana County: Powder River

Property Owner: R. Denson

Legal Description: T4S, R45E, Sec. 26; N

460962.39, E 2828129.62

Location Description: 12' South of K-2, paired

with K-2 Recorded By: ajh

Client: Arch Coal

Drilling Company: Askin Drilling

Driller: Ron Askin

Drilling Method: Air Rotary Drilling Fluids Used:

Purpose of Hole: Install Monitor Well Target Aguifer: Upper Knobloch

Hole Diameter (in): 7 7/8" (11 3/4" upper)

Total Depth Drilled (ft): 149

WELL COMPLETION Y/N **DESCRIPTION INTERVAL** Well Installed? 4.5" Sch 40, PVC 0-149 Surface Casing Used? 8" steel 0.250" wall 0-38 Υ Screen/Perforations? 0.025-inch slot, Sch 40 PVC 140-149 Sand Pack? 10/20 Silica Sand 97-149 Annular Seal? Bentonite Chips 0-97 Surface Seal? Bentonite Chips

DEVELOPMENT/SAMPLING

Well Developed? Air lift

Water Samples Taken? N Boring Samples Taken? N

Northing: 460962.39 Easting: 2828129.62

Static Water Level Below MP: 73.54 Surface Casing Height (ft): 2.72

Date: 1/22/2011 Riser Height (ft): 2.48

MP Description: Top PVC Ground Surface Elevation (ft): 3137.97

MP Height Above or Below Ground (ft): 2.48 MP Elevation (ft): 3140.45

Remarks: Set 8" steel to 38', upper portion of hole sloughing 11 3/4" pilot, water injected at 63'. Well making +/- 5 gpm during development, rod at 100'; 3 min. SC=3070 µmhos/cm, turbidity med.-high, pH 8.02, 30 min. SC=3270 µmhos/cm, turbidity med., pH 8.28.

WELL CONSTRUCTION GRAPHICS GEOLOGICAL DESCRIPTION 0.0 Bentonite Chips 0.0 - 24.0' Silty, fine sandstone [Fort Union Formation] Moderate yellowish brown, dry to slightly moist, very soft, calcareous, some soft calcareous cemented zones 24.0 - 27.0' Silty shale Gray with orange fines, dry, soft 27.0 - 29.0' Very fine silty sandstone, trace claystone Tan, moist, very soft, calcareous 8" 250 wall steel: 29.0 - 32.0' Siltstone Light gray with orange streaks, moist, laminated bentonite in annulus 32.0 - 34.0' Claystone Orange, dry 34.0 - 37.0' Claystone More orange, dry 37.0 - 73.5' Sandstone, very fine Coarsening with depth to medium, poorly sorted at top to well sorted near base, moist to wet at ~65', calcareous; iron stained at 43' and shale at 43-43.5', carbonaceous shale at 64-64.5' 73.5 - 75.0' Siltstone Dark yellowish orange, dry, laminated 75.0 - 79.0' Sandstone Shale stringer at 77-77.5' 79.0 - 104.0' Fine medium sandstone Gray, wet, poor to moderately sorted; cemented 73-90', uncemented or poorly cemented at 90-104', approximately 3-5 gpm estimated at base of sandstone; intercalcated shale/sandstone at 10/20 Silica Sand 79-80', cemented sandstone at 81-94'; less concentration below 89-89.5' 104.0 - 149.0' Coal centralizer Weak sulphur odor, cleated in up to 3 directions, but not distinct, approximately 10-15 gpm open centralizer centralizer centralizer 140 0.025-inch Slot Screen 49.0 __ Bottom of Hole end cap