TERRILL & WALDROP

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October 2, 2019

VIA EMAIL Mr. Gary Westbrook General Manager Post Oak Savannah Groundwater Conservation District 310 E. Avenue C Milano, Texas 76556 gwestbrook@posgcd.org

> Re: Application to Amend Vista Ridge Drilling and Operating Permit No. POS-D&O/A&M-001d ("Operating Permit") and Transport Permit No. POS-T-0001d ("Transport Permit")

Mr. Westbrook:

On behalf of Blue Water Vista Ridge LLC ("Blue Water"), as permit administrator for Vista Ridge LLC ("Vista Ridge"), this letter is responsive to requests for additional information made by you and representatives of Post Oak Savannah Groundwater Conservation District (the "District").

Enclosed with this correspondence please find the following supplemental lease information supporting the applications for amendments to Vista Ridge's Operating Permit No. POS-D&O/A&M-0001d and Transport Permit No. POS-T-0001d currently pending before the District:

- 1. Revised and updated groundwater lease schedule reflecting the 25,578.7425 acres of groundwater rights under lease that support the current Vista Ridge permits and designating those leases that are held by production; and
- 2. Revised and updated lease schedule reflecting the additional 3,427.1937 acres of groundwater rights under lease that support the requested aggregate increase in Simsboro well field production of 4,842 acre-ft/year, identifying the current leases, and designating those leases that are held by production.
- 3. At your request, in addition to these updated lease schedules, I will provide you with a flash drive containing the shape files for the leased parcels at the hearing tomorrow.

In addition to the updated lease information, the District's hydrologist, Steve Young of Intera, by correspondence dated September 30, 2019, requested certain information regarding water levels and water quality. With respect to water levels, Blue Water is aware of and intends to fully comply with District Rule 5.1.1 and its requirement that the Vista Ridge well system will

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have monitoring equipment reasonably required by the District and be capable for use as a monitoring well. Mr. Young also requested certain water quality information, with an emphasis on Total Dissolved Solids. Although the District's rules do not appear to require or contemplate that request, Blue Water does not see any difficulty in providing the District with TDS data and discussing other water quality data as well.

Blue Water will need to coordinate with the District, in addition to the well owners and the operating company, to establish a protocol for this process. In this regard, Blue Water recommends that its representatives meet with the District and its representatives at a mutually convenient time to discuss and agree upon the water level monitoring and water quality data requests and protocols for the same. When convenient, please provide us with some dates for such a meeting and a proposed meeting location.

If you have any questions or concerns, or would like any additional information in connection with the pending amendments or this supplemental information, please let me know.

Paul M. Terrill III TERRILL & WALDROP

cc: Barbara Boulware-Wells Ross Cummings, Blue Water Vista Ridge, LLC Pat Reilly, Blue Water Vista Ridge, LLC Scott Parrish, Vista Ridge, LLC James Bene, RW Harden & Assoc.