Our Ref: 01.01.01.01-6254U UKOP Doc Ref:1363675

Offshore Petroleum Regulator for Environment & Decommissioning

SHELL U.K. LIMITED SHELL CENTRE LONDON SE1 7NA

Registered No.: 00140141

Date: 26th September 2024

Department for Energy Security & Net Zero

AB1 Building Crimon Place Aberdeen AB10 1BJ



www.gov.uk/desnz opred@energysecurity.gov.uk

Dear Sir / Madam

THE OFFSHORE OIL AND GAS EXPLORATION, PRODUCTION, UNLOADING AND STORAGE (ENVIRONMENTAL IMPACT ASSESSMENT) REGULATIONS 2020 Selene Exploration Well (48/08b-3), Valaris 123 DRILLING EXPLORATION WELL 48/08b- 48/8b-3 planned well

I refer to your amended application dated 24th September 2024, reference DR/2479/1 (Version 1).

It has been determined that the proposed changes to the project is not likely to result in a significant effect on the environment, and therefore an environmental impact assessment is not required.

A screening direction is therefore issued for the changes to the project. An amended schedule of conditions, comments, and main reasons for the decision on the amended application, are attached. A copy of this screening direction will be forwarded to the application consultees, the Oil and Gas Authority and published on the <u>gov.uk</u> website.

If you have any queries in relation to this screening direction or the attachments, please do not hesitate to contact **measure** on **measure** or email the Environmental Management Team at <u>opred@energysecurity.gov.uk</u>.



THE OFFSHORE OIL AND GAS EXPLORATION, PRODUCTION, UNLOADING AND STORAGE (ENVIRONMENTAL IMPACT ASSESSMENT) REGULATIONS 2020

SCREENING DIRECTION CONFIRMING THAT AN ENVIRONMENTAL IMPACT ASSESSMENT IS NOT REQUIRED

Selene Exploration Well (48/08b-3), Valaris 123 DRILLING EXPLORATION WELL 48/08b- 48/8b-3 planned well

DR/2479/1 (Version 1)

Whereas SHELL U.K. LIMITED has made an application dated 24th September 2024, under The Offshore Oil and Gas Exploration, Production, Unloading and Storage (Environmental Impact Assessment) Regulations 2020, and whereas the Secretary of State has considered the application and is satisfied that the project is not likely to have a significant effect on the environment; in exercise of the powers available under regulation 6, the Secretary of State hereby directs that the application for consent in respect of the project need not be accompanied by an Environmental Impact Assessment, provided that the project is carried out as described in the application for the screening direction and in accordance with the conditions specified in the attached schedule.

In giving a screening direction under regulation 6 of the above Regulations, the Secretary of State accordingly gives agreement to the Oil and Gas Authority to the grant of consent for the project as detailed in the application, WONS/16188/0/IDA/1.

Effective Date: 26th September 2024

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THE OFFSHORE OIL AND GAS EXPLORATION, PRODUCTION, UNLOADING AND STORAGE (ENVIRONMENTAL IMPACT ASSESSMENT) REGULATIONS 2020

SCHEDULE OF SCREENING DIRECTION CONDITIONS

The grant of this screening direction is conditional upon the screening direction holder complying with the following conditions.

1 Screening direction validity

The screening direction shall be valid from 11 July 2024 until 30 November 2024.

2 Commencement and completion of the project

The holder of the screening direction must notify the Department for Energy Security & Net Zero (hereinafter called the 'Department') of commencement and completion of the project within two days:

- a) of commencement of the project and
- b) of completion of the project.

Notification should be sent by email to the Environmental Management Team Mailbox: <u>opred@energysecurity.gov.uk</u>

3 Nature of stabilisation or protection materials

Rock deposits

756 tonnes of clean, inert rock material, containing minimal fines, (The quantity of rock deposited should be the minimum required to provide the necessary stabilisation or protection, and any surplus rock must be returned to land).

4 Location of stabilisation or protection materials

MoDU

Within 500 metres radius of the legs of the jack-up mobile drilling unit located at 53 46 33.528 N 001 30 57.731 E

5 Prevention of pollution

The holder of the screening direction must ensure that appropriate measures are taken to minimise discharges, emissions and waste, in particular through the appropriate use of technology; and to ensure that necessary measures are taken to prevent incidents affecting the environment or, where they occur, to limit their consequences in relation to the environment.

6 Inspections

Should the Department consider it necessary or expedient for an inspector appointed by the Secretary of State to investigate whether the conditions of the screening direction are being complied with, the holder of the screening direction shall afford the inspector with such facilities and assistance as the inspector considers necessary to exercise the powers conferred by the regulations. The holder of the screening direction shall additionally ensure that copies (electronic or paper) of the screening direction and any other relevant documents are available for inspection by the inspector at:

- a) the premises of the holder of the screening direction; and
- b) the facilities undertaking the project covered by the screening direction.

7 Monitoring

The results of any pre or post-placement surveys carried out to confirm the necessity for the deposits covered by the screening direction and/or to confirm the accurate positioning of the stabilisation or protection materials, should be forwarded to the Department following completion of the surveys

8 Check monitoring

Should the Department consider it necessary or expedient to undertake an independent monitoring programme to assess the impact of the project covered by the screening direction, the screening direction holder shall afford the Department with such facilities and assistance as the Department considers necessary to undertake the work.

9 Atmospheric emissions returns

Following completion of the project covered by the screening direction, the holder of the screening direction shall report all relevant atmospheric emissions, such as combustion emissions, extended well test emissions or flaring and venting emissions relating to a well test, using the appropriate Environmental Emissions Monitoring System (EEMS) reporting forms. In the case of atmospheric emissions relating to drilling projects undertaken from a fixed installation, they should be included in the annual EEMS reporting forms for the fixed installation.

10 Deposit returns

The holder of the screening direction shall submit a report to the Department following completion of the deposit covered by the screening direction, confirming the quantity of materials deposited and the estimated area of impact, using the appropriate Environmental Emissions Monitoring System (EEMS) reporting form. Where no deposits are made, a 'nil' return is required.

11 Unauthorised deposits

Following completion of the project covered by the screening direction, the holder of the screening direction shall recover any materials accidentally or temporarily deposited on the seabed, such as debris, temporary containers, structures or deposits, or scientific instruments, and shall return the materials to land. If it is not possible to recover any of these deposits, full details of the materials remaining on the seabed must be reported to the Department in accordance with the requirements of Petroleum Operations Notice No.2 (PON2).

12 Screening direction variation

In the event that the holder of the screening direction proposes changes to any of the particulars detailed in the application for a screening direction, the holder must notify the Department immediately and submit an application for a post screening direction amendment. The post screening direction must be in place prior to the amended proposals taking effect.

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COMMENTS ON THE APPLICATION FOR SCREENING DIRECTION

Section 1

The attention of screening direction holders is drawn to the following provisions regarding The Offshore Oil and Gas Exploration, Production, Unloading and Storage (Environmental Impact Assessment) Regulations 2020.

1) You are deemed to have satisfied yourself that there are no barriers, legal or otherwise, to the carrying out of the project covered by the screening direction. The issue of a screening direction does not absolve the screening direction holder from obtaining such authorisations, consents etc that may be required under any other legislation.

2) The Department would draw your attention to the following comments:

n/a

3) All communications relating to the screening direction should be addressed to:

opred@energysecurity.gov.uk

or

Offshore Petroleum Regulator for Environment & Decommissioning Department for Energy Security & Net Zero AB1 Building Crimon Place Aberdeen AB10 1BJ

Tel

SCHEDULE OF SCREENING DIRECTION DECISION REASONS

The Secretary of State has decided that, based on the information provided, the project is not likely to have a significant effect on the environment. The main reasons for this decision are:

1) Decision reasons

The following provides a summary of the assessment undertaken by OPRED to determine whether an Environmental Impact Assessment is required for this project, summarises the information considered, the potential impacts and sets out the main reasons for the decision made. In considering whether an Environmental Impact Assessment is required or not, the following has been taken into account:

a) the information provided by the developer

b) the matters listed in Schedule 5 of The Offshore Oil and Gas Exploration, Production, Unloading and Storage (Environmental Impact Regulations 2020) (the Regulations).

c) the results of any preliminary verifications or assessments of the effects on the environment of the project; and

d) any conditions that the Secretary of State may attach to the agreement to the grant of consent.

Characteristics of the Project

Having regard to the matters identified at paragraphs 1(a) to (g) of Schedule 5 to the Regulations, the characteristics of the project include the following:

Summary of the Change to the Project (DR/2497/1)

- Underream remainder of 12.25" section to 13.75" section with WBM

Summary of the Project (DR/2497/0)

- Drilling of Selene exploration well (48/8b-3), which will be drilled in the Southern North Sea using Valaris 123 jack-up rig. Operations are due to last 97 days.

- Drilling the following sections:

36" section riserless using seawater and bentonite

26" section with riser with returns to the drilling rig using initially seawater and bentonite and changing to a potassium chloride polymer water based mud (WBM)

17.5 ", 12.25 " and the 8.5 " section with WBM

6" contingency section with WBM

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- Cementing of the well
- Well bore clean-out operation
- Scour protection
- contingency re-spud
- potential side-track
- Upon completion of well it will be plugged and abandoned.

OGA (NSTA) consent application ref: WONS/16188/0/IDA/1

Description of the Project

This project involves drilling an exploration well in the Selene field from the Valaris 123 jack-up rig. No anchors will be used and a 500m safety zone will be established and a dedicated ERRV in operation.

It is estimated that the project will take up to 97 days between July 2024 and end of November 2024 to account for operational delays. The well will be drilled with WBM and no oil based mud (OBM) is planned to be used for the drilling of the well. The drilling fluids are planned to be reused in upcoming drilling projects whilst all the cuttings will be discharged to sea apart from the 8.5 " and 6" Contingency section where the cuttings will be skipped and shipped to shore for treatment and disposal as these cuttings are from the reservoir section and hydrocarbons may be present.

No significant cumulative impacts are expected to occur with any other existing or approved projects. The risk of a major accidents and environmental effects from major accidents, such as a well blowout has been assessed. The Developer has control measures in place to reduce the risk of a major accident occurring and the probability of such an event occurring is very low.

There is not likely to be any significant impact of the project on population and human health. It is not considered likely that the project will be affected by natural disasters.

Location of the Project

Having regard to the matters identified at paragraphs 2(a) to (c) of Schedule 5 to the Regulations, the environmental sensitivity of geographical areas likely to be affected by the project has been considered as follows: -

The project is in an offshore oil and gas licenced area, approximately 96 km east from the English coastline and 92 km west of the UK/Netherlands median line, in an area where water depth is approximately 30 m in the Southern North Sea. The seabed consist mainly of sandy gravel or gravelly sand with patches of pebbles,



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cobbles and shell fragments and have been classed as Atlantic circalittoral sand and Atlantic circalittoral coarse sediment. The survey carried out of the seabed indicate several seafloor scars cross the survey area, mainly orientated north west to south east direction and an area of sand mega-ripples is situated approximately 15m south-west of the Selene location. Water circulation is mainly in a south-easterly current with north easterly current travelling along the channel water and continental coastal water. The mean significant wave height is 2.21 - 2.50 m.

The project location located within the Southern North Sea SAC, designated for Harbour porpoise, *Phocoena phocoena* and 9km away from North Norfolk Sandbanks and Saturn Reef SAC designated for the presence of Sandbanks covered by seawater all the time and Annex I Reefs.

The epifauna observed in the survey area were scarce most regularly observed taxa included the starfish, flatfish, anemones and fish.

The project works and timing will take place at a time when a number of fish species may be found to use the area as spawning, juvenile or nursery locations. Sightings of cetaceans are most common in the months of February, May to September and November with Harbour porpoise being the most abundant cetacean. Seals may frequent the area but are more common closer to shore. Seabirds are found in very high or extremely high densities in January to March, July, September to December. The project area is used for fishing, but a 500m safety zone will be established around the drilling rig and it is not expected to impact fishing industry. The surrounding area has well established oil and gas infrastructure, with the closest development within 18 km. The closest renewable energy project is located ca 7 km from the platform and is not expected to be impacted. There are no wrecks that are scheduled monuments or Historic Marine Protected Area within 40 km of the platform.

Given the location of the project, the areas identified at paragraphs 2(c)(i), (iii), (iv), (vi), (vii) and (viii) of Schedule 5 are not likely to be affected by the project.

Type and characteristics of the potential impact

In accordance with paragraph 3 of Schedule 5 to the Regulations, the likely significant effects of the project on the environment have been considered. Potential effects on the environment from the activities associated with the project were assessed, including impacts arising from atmospheric emissions, seabed disturbance, physical presence, planned discharges and accidental spills. Other than the matters considered further below, there is not likely to be any significant impact of the project on population and human health.

The operation will occur from Valaris 123, MODU, which will be surrounded by a 500 m safety zone for which vessels are not allowed to enter and have a dedicated ERRV on location hence it would not be expected that shipping in the area would be significantly impacted by the drilling operations at the platform.



Cuttings from the top-hole section will be discharged to seafloor and settle in close proximity of the well whilst the cuttings from the other sections will be discharged to sea from the rig apart from cuttings from the reservoir section which will be skipped and shipped to shore for treatment and disposal. It is estimated that approximately 1,789 tonnes will be discharged to sea. It is expected that the cuttings from the Selene well is expected to be 310m and 205m from the centre point based on an ellipse dispersion. The discharge plume released from the cuttings are expected to settle quickly out of the water column and any dissolved contaminants will disperse quickly.

Rock dumping have been included within the application as a contingency to be used if instability is observed post installation of the jack up rig. The footprint of deposit would be 456m2 around each spud can giving a total estimated impacted area of 1,368m2 and is not expected to significantly impact current and tidal flow disturbance and sediment supply disturbance.

The cuttings discharged and the deposits (if required) will cause direct disturbance over an area of 0.146km2.

Offshore registered chemicals will be used and discharged during the drilling of the well. The use and discharge of the chemicals have been risk assessed and modelled in accordance with other regulatory requirements. The use and discharge modelling shows a low risk to the environment from the chemicals. Use and discharge of chemicals is not expected to have a significant impact on the environment.

Noise generated from the project activities will not be significant, and it is concluded that the change to the project is not expected to have a likely significant effect on the site in relation to the cetaceans in the area and the supporting habitats and prey.

The proposed operation will utilise an ERRV, supply vessels, and helicopter flights to/from the drilling rig for personnel. As a worst-case the proposed vessel and helicopter operations will amount to a figure equivalent to approximately 0.071% of the total 2022 UKCS upstream oil and gas CO2e emissions. The emissions may result in a short-term deterioration of the local air quality, but due to the relatively short duration of the work, and that the exposed conditions in the area will rapidly disperse the emissions, it is not anticipated that there will be a significant impact as a result of the change to the project. The impact of the vessel emissions will be mitigated by optimising vessel efficiency (i.e. minimising the number of vessels used and vessel trips required to achieve the project deliverables) and hence minimising fuel use and avoiding the unnecessary operation of power generation / combustion equipment.

In the event that an unlikely and unplanned accidental spill scenario from a well blowout was realised the volume of condensate that would be released from Selene exploration well has been estimated at 19.5m3/day. Which would not expect to lead to a major environmental incident. Adequate measures will be in place to prevent a hydrocarbon release and an approved Oil Pollution Emergency Plan to manage hydrocarbon releases will be in place prior to activities being undertaken. There are no planned expected transboundary impacts because of the project.

All activities are to be managed according to Shell's Business Management System requirements to eliminate or minimise potential impacts on the environment. OPRED agrees with Shells conclusion that the proposed drilling operations do not present a significant risk to the surrounding environment, including ecological receptors, protected sites and species and other users of the sea.

The drilling operations are in accordance with the policies and objectives of the East Marine Plans.

Decision

Taking the above considerations into account, the Secretary of State has concluded that the project is not likely to have a significant impact on the environment and that an environmental impact assessment is not required.

2) Mitigation of significant effects

The following are features of the project or measures envisaged that the developer has proposed to avoid or prevent what might otherwise have been significant adverse effects on the environment:

N/A