June 15, 2015

FINAL INSPECTION REPORT

Well Permit Cancelled

JAY-BEE OIL & GAS.

The FINAL INSPECTION REPORT for the CANCELLED permit, API Well Number: 47-1706184, issued to JAY-BEE OIL & GAS, and listed below has been received in this office. The permit has been cancelled as of 6/11/2015.

Operator: JAY-BEE OIL & GAS
Operator's Well No: COFFMAN IHD
Farm Name: COFFMAN, CHRISTOPHER
API Well Number: 47-1706184
Date Issued: 05/24/2013
Date Cancelled: 06/11/2015

Promoting a healthy environment.
CANCELED

INSPECTORS PERMIT SUMMARY FORM

GPS YES [ ] NO [ ]

DATE STARTED/LOCATION: ___________________________ OPERATOR: JAY-BEE OIL & GAS
DRILLING COMMENCED: ___________________________ FARM: COFFMAN, CHRISTOPHER
TO DATE: __________ DEPTHS: __________ Well No: COFFMAN 1HD
WATER DEPTHS: ___________________________ COAL DEPTHS ___________________________

QUESTIONS FOR THIS REPORT ARE IN ACCORDANCE OF WV CODE 22-6-30 AND REGULATIONS 35CSR 4-12.1 AND 35CSR 4-16 AND THE GENERAL WATER POLLUTION CONTROL PERMIT.

POINTS ARE TO BE GIVEN UP TO MAXIMUM AS SHOWN BASED ON PERFORMANCE.

1. DID OPERATOR GIVE PROPER NOTICE TO INSPECTOR BEFORE THE FOLLOWING:
   A. CONSTRUCTION YES [ ] NO [ ] (2_PTS) (4_PTS)
   B. DRILLING YES [ ] NO [ ] (2_PTS)

2. WAS THE TIMBER CUT, STACKED, AND BRUSH USED FOR SEDIMENT BARRIERS BEFORE DIRT WORK STARTED? YES [ ] NO [ ] (2_PTS) (4_PTS)

3. ARE ALL LOCATION AND/OR ROAD BANKS BEING SLOPED? YES [ ] NO [ ] (4_PTS) (4_PTS)

4. CONSTRUCTIONS:
   WERE THE FOLLOWING SEDIMENT CONTROL STRUCTURES PROPERLY INSTALLED/MAINTAINED?
   A. ROAD DITCHES (1)_(2)_ (3)_(4)_(5)_(6) (PTS) B. CROSS DRAINS (1)_(2)_ (3)_(4)_(5)_(6) (PTS)
   C. CULVERTS (1)_(2)_ (3)_(4)_(5)_(6) (PTS) D. CREEK CROSSINGS (1)_(2)_ (3)_(4)_(5)_(6) (PTS)
   E. DIVERSION DITCHES (1)_(2)_ (3)_(4)_(5)_(6) (PTS) F. BARRIERS (1)_(2)_ (3)_(4)_(5)_(6) (PTS)
   G. TEMPORARY SEEDING YES [ ] NO [ ] (10_PTS)

POINTS AVAILABLE FOR QUESTION 4: (33_PTS)

5. HAS TOP SOIL (IF ANY) BEEN STOCKED PILED? YES [ ] NO [ ] (2_PTS)

6. IS THE PIT PROPERLY INSTALLED AND MAINTAINED? YES [ ] NO [ ] (9_PTS)

7. RECLAMATION:
   A. ROADWAY (1)_(2)_ (3)_(4)_(5)_(6) (PTS) B. LOCATION (1)_(2)_ (3)_(4)_(5)_(6) (PTS)
   C. PTS (1)_(2)_ (3)_(4)_(5)_(6) (PTS) D. PIPELINES (1)_(2)_ (3)_(4)_(5)_(6) (PTS)
   E. TANK DIKES (1)_(2)_ (3)_(4)_(5)_(6) (PTS) F. API INSTALLED YES [ ] NO [ ] (3_PTS)
   G. ADEQUATE SEEDING MATERIALS (1)_(2)_ (3)_(4)_(5)_(6) (PTS)
   H. WAS SEED BED ADEQUATE (1)_(2)_ (3)_(4)_(5)_(6) (PTS)

POINTS AVAILABLE FOR QUESTION 7: (3_PTS)

8. WAS RECLAMATION COMPLETED WITHIN:
   6 MTHS OF TD 6_PTS ONLY; 4 MTHS OF TD 12_PTS ONLY; 2 MTHS OF TD 19_PTS ONLY;

POINTS AVAILABLE FOR QUESTION 8: (19_PTS)

TOTAL MAXIMUM POSSIBLE SCORE OF 99.

DATE RELEASED 6 - 11 - 2015

RECORD INSPECTIONS TO THIS WELL ON PAGE 2

06/19/2015