

west virginia department of environmental protection

Office of Oil and Gas 601 57th Street, S.E. Charleston, WV 25304 (304) 926-0450 fax: (304) 926-0452

Austin Caperton, Cabinet Secretary www.dep.wv.gov

Tuesday, May 7, 2019 PERMIT MODIFICATION APPROVAL Horizontal 6A / New Drill

ARSENAL RESOURCES LLC 6031 WALLACE ROAD EXTENSION SUITE 603 WEXFORD, PA 15090

Re:

Permit Modification Approval for PRITT SOUTH 204

47-033-05902-00-00

Revision for the TMD and TVD due to a change in anticipated thickness of formation.

ARSENAL RESOURCES LLC

The Office of Oil and Gas has reviewed the attached permit modification for the above referenced permit. The attached modification has been approved and well work may begin. Please be reminded that the oil and gas inspector is to be notified twenty-four (24) hours before permitted well work is commenced.

If there are any questions, please feel free to contact me at (304) 926-0450.

Operator's Well Number:

PRITT SOUTH 204 Farm Name: IRA& LAURA PRITT

U.S. WELL NUMBER: 47-033-05902-00-00

James A. Martin

Chief

Horizontal 6A New Drill

Date Modification Issued: 05/07/2019

Promoting a healthy environment.

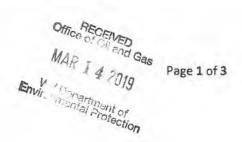
API NO. 47-033 - 05902

MUD# 2

OPERATOR WELL NO. Pritt South 204 Well Pad Name: Pritt South

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS WELL WORK PERMIT APPLICATION

1) Well Operate	or: Arsenal F	Resource	S	494519412	Harrison	Simpson	Brownton
				Operator ID	County	District	Quadrangle
2) Operator's V	Vell Number:	Pritt Sout	h 204	Well P	ad Name: Prit	t South	
3) Farm Name/	Surface Owner	r: Ira and	Laura F	Pritt Public Ro	oad Access: Co	ounty Route	17
4) Elevation, cu	irrent ground:	1,342.9	90' E	levation, proposed	d post-construc	ction: 1,345.	90'
5) Well Type	(a) Gas X Other		_ Oil _	Un	derground Stor	age	
		hallow Iorizontal	X	Deep	4		SDW 3/12/2019
6) Existing Pad	Water Street						3/12/2019
7) Proposed Ta	rget Formation	(s), Depth	4	cipated Thickness 90ft, 0.5 psi/ft Base of		V . V	I) - 7735.0ft (TVD Toe)
8) Proposed To	tal Vertical De	pth: 7,75	52 ft				
9) Formation at	Total Vertical	Depth:	Marcellu	s Shale			
10) Proposed T	otal Measured	Depth:	19,220 f				
11) Proposed H	orizontal Leg	Length:	10,982 f				\
12) Approxima	te Fresh Water	Strata De	pths:	6', 36', 81', 210)', 248', 291', 3	306', 336', 3	76' * Best Gstible
13) Method to I 14) Approxima			Depths:	Offsetting wells reported water	depths (033-00660, 033	8-00950, 033-009 60, 0	33-00976, 033-00980, 033-03262)
15) Approximat	te Coal Seam I	Depths: Ba	kerslown 483', B	rush Creek 582', Upper Freeport 64	3', Lower Freeport 703', Upp	per Kittanning 778', Middi	e Kittenning 838', Lower Kittsnning 851'
16) Approximat	te Depth to Pos	ssible Voi	d (coal m	ine, karst, other):	None		
17) Does Propo directly overlying				Yes	N	o X	
(a) If Yes, pro	vide Mine Info	: Name	:				
		Depth	:				
		Seam:					



WW-6B (04/15) API NO. 47- 033 - 05902

OPERATOR WELL NO. Pritt South 204
Well Pad Name: Pritt South

18)

CASING AND TUBING PROGRAM

TYPE	Size (in)	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling (ft)	INTERVALS: Left in Well (ft)	CEMENT: Fill-up (Cu. Ft.)/CTS
Conductor	24	New	H-40	94	80	80	CTS
Fresh Water	13.375	New	J-55	54.5	450	450	CTS
Coal							
Intermediate	9.625	New	J-55	40	1500	1500	CTS
Production	5.5	New	P-110	20	19,220	19,220	TOC @ 1,350'MD
Tubing							
Liners							

SDW 3/12/2019

TYPE	Size (in)	Wellbore Diameter (in)	Wall Thickness (in)	Burst Pressure (psi)	Anticipated Max. Internal Pressure (psi)	Cement Type	Cement Yield (cu. ft./k)
Conductor	24	36			0	Class A, 3% CaCl2	1,20
Fresh Water	13.375	17.5	0.38	2730	900	Class A, 3% CaCl2	1.20
Coal							
Intermediate	9.625	12.25	0.395	3,950	1500	Class A, 3% CaCl2	1.29
Production	5.5	8.5-8.75	0.361	12,640	9500	Class A, 50.50 Pcz	1.29/1.34
Tubing					5000		
Liners					N/A		

PACKERS

Kind:		
Sizes:		
Depths Set:		

WW-6B
(10/14)

API NO. 47- 033 - 05902
OPERATOR WELL NO. Pritt South 204

Well Pad Name: Pritt South

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:

The well will be started with a conductor rig drilling a 36" hole to Conductor programmed depth then running 24" casing and circulate cement back to surface. The conductor rig will move out and the drilling rig will move in and rig up. The drilling rig will then spud a 17 ½" hole and drill to fresh water casing (Surface) to the programmed depth, Run 13- 3/8" casing and cement to surface. The rig will continue drilling a 12- ½" intermediate hole to the programmed depth, run 9- 5/8" casing and cement to surface. The rig with then continue to drill an 8- ¾" hole to a designed KOP. We will then start drilling the curve and lateral section to the programmed total measured depth, run 5 ½" casing and cement according to the program.

20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:

The well will be completed using a plug and perforation method and stimulated with a slickwater and sand slurry. The anticipated maximum rate will be 90 bpm and the maximum pressure will be 9,500 psi.

- 21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 29.78
- 22) Area to be disturbed for well pad only, less access road (acres): 9.15
- 23) Describe centralizer placement for each casing string:

24"- No centralizers 13 3/8" – one bow spring centralizer on every other joint 9 5/8" – one bow spring centralizer every third joint from TD to surface $5 \frac{1}{2}$ " – one semi rigid centralizer on every joint from TD of casing to end of curve. Then every other joint to KOP. Every third joint from KOP to 1,600'; there will be no centralizers from 1,600' to surface.

24) Describe all cement additives associated with each cement type:

24" will be circulated to surface. The 13 3/8" casing will be cemented to surface with Class A cement and no greater than 3% CaCl (calcium chloride). The 9 5/8" casing will be cemented to surface with Class A cement, & no greater than 3% calcium chloride. The 5 1/2" production string will be cemented back to 1,350' (+/-150' above the casing shoe for the 9 5/8") with Class A and 50/50 Poz cement retarded (to extend pumpability) cellophane flaked for fluid loss, Bentonite gel as an extender (increased pumpability and fluid loss), a defoaming agent to decrease cement foaming during mixing to insure the cement is of proper weight to placement and possibly gypsum gas blocking additive to aid in blocking/gas migration (in combination with other additive mentioned here, helps cement achieve a "right angle" set) during the plastic phase of the cement set-up.

25) Proposed borehole conditioning procedures:

Top holes will be drilled with fresh water KOP. At KOP, the wellbore will be loaded with synthetic oil based mud, barite-weighted mud system with such properties as to build a filter-cake on the face to the bore-hole. This will provide lubricity as well as stabilizing the well bore. We will begin rotating the drill string and mud will be circulated upon reaching TD until no further cuttings are observed coming across the shaker screens. Once clean mud is circulated back to surface, we will pull three stands of drill pipe, load the hole, pull three strands and load the hole. The weight indicator on the rig will be monitored for any occurrences of drag and if any are noticed, we will re-run the previous stand of pipe pulled across and circulate 2x bottoms up while watching shakers for signs of cuttings. Once at the base curve, the string will be continuously rotated while pumping 2x bottoms up. We will pull three stands and fill the hole until we reach the vertical section of the well.

*Note: Attach additional sheets as needed.

05/10/2019 Arsenal Resources ARSENAL Pritt South 204 Casing Design Directional Plan # 6 QES Other Names: Harrison
West Virginia
XX API#:
27
1,345 County: Surface Location: Bottom Hole Location: Total Depth: TBD State: AFE #: RKB: TBD 19,220 MD (ft) 7,752 TVD Ground Level: Logs Significant Depth (ft) MD Depth (ft) TVD Casing and Mud Directional & Surveys Formations (TVD) Size Cement Drlg /Csg Point Section 1 24" 94# H-40 STC 80 Vertical None 17 1/2" (PDC) Floc Water Section 2 Floo Cement: Class A 489 Sack TOC: Surface (top off if needed) 489 Sacks w/ 30% Excess CBL after cement job 450 450 13 3/8" 54.5# J-55 STC Vertical None Section 3 12 1/4" (PDC) Floc Water Floc Cement: Class A 678 Sacks w/ 50% Excess TOC: Surface (top off if needed) Possible CBL after cement job 9 5/8" 40# J-55 LTC 1,500 1.500 Vertical Mud Data From 80 То Section 4 Floc Water Floc Water 1500 6,880 19,220 1500 11.5- 12.0 ppg SOBM Bit Data 17-1/2" & 12 1/4" PDC To 1.500 7,880 From 8- 3/4" (PDC) 8- 1/2" (PDC) 19.220 **Directional Data** See Directional Plan ОВМ Big Lime 1,528 1st Elk Siltstone 4,885 Tully Lime 7,485 Purcell (Limestone) 7,852 Cement: Class A- 50/50 POZ 1.2 ft3/sack +10% Exs in OH = Lower Marcellus 7,855 3427 sacks TOC: 1,350 ft 19,220 MD 7752 TVD 5 1/2" 20# P-110 VAR

Note: Not drawn to scale

Revision

Date Last Revised: 11-Mar-19

Jarrett Toms

Cement Outside Casing Seal Assembly in Annulus

