

#### west virginia department of environmental protection

Office of Oil and Gas 601 57th Street SE Charleston, WV 25304 (304) 926-0450 (304) 926-0452 fax Earl Ray Tomblin, Governor Randy C. Huffman, Cabinet Secretary www.dep.wv.gov

May 19, 2014

#### WELL WORK PERMIT

#### Horizontal 6A Well

This permit, API Well Number: 47-9502164, issued to ANTERO RESOURCES CORPORATION, is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

Please be advised that form WR-35, Well Operators Report of Well Work is to be submitted to this office within 90 days completion of permitted well work, as should form WR-34 Discharge Monitoring Report within 30 days of discharge of pits, if applicable. Failure to abide by all statutory and regulatory provisions governing all duties and operations hereunder may result in suspension or revocation of this permit and, in addition, may result in civil and/or criminal penalties being imposed upon the operators.

In addition to the applicable requirements of this permit, and the statutes and rules governing oil and gas activity in WV, this permit may contain specific conditions which must be followed. Permit conditions are attached to this cover letter.

Per 35CSR-4-5.2.g this permit will expire in two (2) years from the issue date unless permitted well work is commenced. If there are any questions, please feel free to contact me at (304) 926-0499 ext. 1654.

James Martin

Chief

Operator's Well No: TABOR UNIT 1H

Farm Name: COASTAL LUMBER COMPNAY

API Well Number: 47-9502164

Permit Type: Horizontal 6A Well

Date Issued: 05/19/2014

### PERMIT CONDITIONS

West Virginia Code § 22-6A-8(d) allows the Office of Oil and Gas to place specific conditions upon this permit. Permit conditions have the same effect as law. <u>Failure to adhere to the specified permit</u> conditions may result in enforcement action.

#### **CONDITIONS**

- 1. This proposed activity will require permit coverage from the United States Army Corps of Engineers (USACE) and WV DEP Department of Water and Waste Management (DWWM). No activity authorized under this permit shall be commenced until all necessary permits from USACE and DWWM are obtained.
- 2. If the operator encounters an unanticipated void, or an anticipated void at an unanticipated depth, the operator shall notify the inspector within 24 hours. Modifications to the casing program may be necessary to comply with W. Va. Code § 22-6A-5a (12), which requires drilling to a minimum depth of thirty feet below the bottom of the void, and installing a minimum of twenty (20) feet of casing. Under no circumstance should the operator drill more than fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 3. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the moisture content of the fill material shall be within limits as determined by the Standard Proctor Density test of the actual soils used in specific engineered fill, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort, to achieve 95 % compaction of the optimum density. Each lift shall be tested for compaction, with a minimum of two tests per lift per acre of fill. All test results shall be maintained on site and available for review.
- 4. Operator shall install signage per § 22-6A-8g (6) (B) at all source water locations included in their approved water management plan within 24 hours of water management plan activation.
- 5. Oil and gas water supply wells will be registered with the Office of Oil and Gas and all such wells will be constructed and plugged in accordance with the standards of the Bureau for Public Health set forth in its Legislative rule entitled Water Well Regulations, 64 C.S.R. 19. Operator is to contact the Bureau of Public Health regarding permit requirements. In lieu of plugging, the operator may transfer the well to the surface owner upon agreement of the parties. All drinking water wells within fifteen hundred feet of the water supply well shall be flow tested by the operator upon request of the drinking well owner prior to operating the water supply well.
- 6. Pursuant to the requirements pertaining to the sampling of domestic water supply wells/springs the operator shall, no later than thirty (30) days after receipt of analytical data provide a written copy to the Chief and any of the users who may have requested such analyses.
- 7. If any explosion or other accident causing loss of life or serious personal injury occurs in or about a well or well work on a well, the well operator or its contractor shall give notice, stating the particulars of the explosion or accident, to the oil and gas inspector and the Chief, within 24 hours of said accident.
- 8. During the casing and cementing process, in the event cement does not return to the surface, the oil and gas inspector shall be notified within 24 hours.

WW-6B (9/13)

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

|  | WELL WORK PE          | ERMIT APPLICA          | ATION              | 5              | 286                          |
|--|-----------------------|------------------------|--------------------|----------------|------------------------------|
| 1) Well Operator: Antero Reso  | ources Corporation    | 494488557              | 095- Tyler         | McElroy        | Centerpoint 7.5'             |
|  |                       | Operator ID            | County             | District       | Quadrangle                   |
| 2) Operator's Well Number: Ta  | bor Unit 1H           | Well Pa                | ad Name: Coas      | tal 2 Pad      |                              |
| 3) Farm Name/Surface Owner:  | Coastal Lumber        | Co. Public Ro          | ad Access: CR      | 64             |                              |
| 4) Elevation, current ground:  | ~1215 Ele             | evation, proposed      | I post-constructi  | on: 1188'      |                              |
| 5) Well Type (a) Gas<br>Other  | Oil                   | Uno                    | derground Stora    | ge             |                              |
| (b)If Gas Sha  | allow <b>=</b>        | Deep                   |                    |                |                              |
| Но   | rizontal 🔳            |                        |                    |                |                              |
| 6) Existing Pad: Yes or No No  |                       |                        | 3,00               |                |                              |
| <ol> <li>Proposed Target Formation(s<br/>Marcellus Shale: 7400' TVD, Al</li> </ol> |                       |                        |                    |                |                              |
| 8) Proposed Total Vertical Dept  | ST. III ALVENIA ELITE |                        |                    |                |                              |
| 9) Formation at Total Vertical I   |                       | Shale                  |                    |                |                              |
| 10) Proposed Total Measured D  | epth: 19,200' MD      |                        |                    |                |                              |
| 11) Proposed Horizontal Leg Le   | ength: 10,773'        |                        |                    |                |                              |
| 12) Approximate Fresh Water S  | trata Depths:         | 180', 290'             |                    |                |                              |
| 13) Method to Determine Fresh<br>14) Approximate Saltwater Dep                     |                       | Offset well records. D | epths have been ac | ljusted accord | ing to surface elevations.   |
| 15) Approximate Coal Seam De   | epths: 905', 925', 9  | 35'                    |                    |                |                              |
| 16) Approximate Depth to Poss  | ible Void (coal min   | ne, karst, other):     | None anticipated   | Vi             |                              |
| 17) Does Proposed well location directly overlying or adjacent to                  |                       | Yes                    | No                 | Bas            | artment of<br>tal Protection |
| (a) If Yes, provide Mine Info:   | Name:                 |                        | 2/1/2              | 11 and 2014    | Prol                         |
|  | Depth:                |                        | CH                 | 21             | T S                          |
| /  | Seam:                 |                        | R                  | FEB 0          | Depart                       |
| 0 1/10   | Owner:                |                        |                    | 9              | N 000                        |
| MAN  |                       |                        |                    |                | Environ                      |
| 1.11   |                       |                        |                    |                | LIII                         |

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#### 18)

#### CASING AND TUBING PROGRAM

| TYPE         | Size    | New<br>or<br>Used | Grade     | Weight per ft. (lb/ft) | FOOTAGE: For Drilling | INTERVALS:<br>Left in Well | CEMENT:<br>Fill-up (Cu.<br>Ft.) |
|--------------|---------|-------------------|-----------|------------------------|-----------------------|----------------------------|---------------------------------|
| Conductor    | 20"     | New               | H-40      | 94#                    | 40'                   | 40'                        | CTS, 38 Cu. Ft.                 |
| Fresh Water  | 13-3/8" | New               | J-55/H-40 | 54.5#/ 48#             | 340'                  | 340'                       | CTS, 472 Cu. Ft                 |
| Coal         | 9-5/8"  | New               | J-55      | 36#                    | 2450'                 | 2450'                      | CTS, 998 Cu. Ft.                |
| Intermediate |         |                   |           |                        |                       |                            |                                 |
| Production   | 5-1/2"  | New               | P-110     | 20#                    | 19200'                | 19200'                     | 4887 Cu. Ft.                    |
| Tubing       | 2-3/8"  | New               | N-80      | 4.7#                   |                       | 7100'                      |                                 |
| Liners       |         |                   |           |                        |                       |                            |                                 |

| TYPE         | Size    | Wellbore<br>Diameter | Wall<br>Thickness | Burst Pressure | Cement Type           | Cement Yield<br>(cu. ft./k) |
|--------------|---------|----------------------|-------------------|----------------|-----------------------|-----------------------------|
| Conductor    | 20"     | 24"                  | 0.438"            | 1530           | Class A               | 1.18                        |
| Fresh Water  | 13-3/8" | 17-1/2"              | 0.38"/0.33"       | 2730/1730      | Class A               | 1.18                        |
| Coal         | 9-5/8"  | 12-1/4"              | 0.352"            | 3520           | Class A               | 1.18                        |
| Intermediate |         |                      |                   |                |                       |                             |
| Production   | 5-1/2"  | 8-3/4" & 8-1/2"      | 0.361"            | 12630          | Lead-H/POZ & Tall - H | H/POZ-1.44 & H-1.8          |
| Tubing       | 2-3/8"  | 4.778"               | 0.19"             | 11200          |                       |                             |
| Liners       |         |                      |                   |                |                       |                             |

#### PACKERS

| Kind:       | N/A |              |
|-------------|-----|--------------|
| Sizes:      | N/A | Received     |
| Depths Set: | N/A | FEB 2 1 2014 |

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| 19) Describe proposed well work, including the drilling and plugging back of any pilot hole:   |
|--|
| Drill, perforate, fracture a new horizontal shallow well and complete Marcellus Shale.   |
| 20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:  |
| Antero plans to pump Slickwater into the Marcellus Shale formation in order to ready the well for production. The fluid will be comprised of approximately 99 percent water and sand, with less than 1 percent special-purpose additives as shown in the attached "List of Anticipated Additives Used for Fracturing or Stimulating Well."   |
| 25.02  |
| 21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 35.03 acres  |
| 22) Area to be disturbed for well pad only, less access road (acres): 5.66 acres   |
| 23) Describe centralizer placement for each casing string:   |
| Conductor: no centralizers Surface Casing: one centralizer 10' above the float shoe, one on the insert float collar and one every 4th joint spaced up the hole to surface. Intermediate Casing: one centralizer above float joint, one centralizer 5' above float collar and one every 4th collar to surface. Production Casing: one centralizer at shoe joint and one every 3 joints to top of cement in intermediate casing. |
| 24) Describe all cement additives associated with each cement type:  |
| Conductor: no additives, Class A cement.   |
| Surface: Class A cement with 2-3% calcium chloride Intermediate: Class A cement with 1/4 lb of flake, 5 gallons of clay treat  |
| Production: Lead cement- 50/50 Class H/Poz + 1.5% salt + 1% C-45 + 0.5% C-16a + 0.2% C-12 + 0.45% C-20 + 0.05% C-51  Production: Tail cement- Class H + 45 PPS Calcium Carbonate + 1.0% FL-160 + 0.2% ACGB-47 + 0.05% ACSA-51 + 0.2% ACR-20  |
|  |

25) Proposed borehole conditioning procedures:

Conductor: blowhole clean with air, run casing, 10 bbls fresh water.

Surface: blowhole clean with air, trip to conductor shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate pipe capacity + 40 bbls fresh water followed by 25 bbis bentonite mud, 10 bbls fresh water spacer.

Intermediate: blowhole clean with air, trip to surface casing shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate 40 bbls brine water followed by 10 bbls fresh water and 25 bbls bentonite mud, pump 10 bbls fresh water.

Production: circulate with 14 lb/gal NaCl mud, trip to middle of lateral, circulate, pump high viscosity sweep, trip to base of curve, pump high viscosity sweep, trip to top of curve, trip to bottom, circulate, pump high viscosity sweep, trip out, run casing, circulate 10 bbls fresh water, pump 48 bbls barite pill, pump 10 bbls fresh water followed by 48 bbls mud flush and 10 bbls water.

\*Note: Attach additional sheets as needed.

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| API Number 47 - | 095      | 2             |  |
|-----------------|----------|---------------|--|
| Operator's      | Well No. | Tabor Unit 1H |  |

# STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION OFFICE OF OIL AND GAS

#### FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

| Operator Name Antero Resources   | Corporation   | OP  | Code 494488557  |
|--|---|---|---|
| Watershed (HUC 10) Davis Run   |   | Quadrangle Cente  | erpoint 7.5'  |
| Elevation 1188   | County Tyler  | E   | District McElroy  |
| Do you anticipate using more than Will a pit be used? Yes  | n 5,000 bbls of water to compl<br>No /  | ete the proposed well w   | ork? Yes _ No   |
| If so, please describe anti-   | cipated pit waste: No pit will be us  | and at this site (Drilling and Flowback Fluid   | s will be stored in tanks. Cuttings will be tanked and haused off site.)  |
| Will a synthetic liner be u  | ised in the pit? Yes  | No If so, wh  | nat ml.? N/A  |
| Proposed Disposal Metho  | od For Treated Pit Wastes:  |   |   |
| Underg   | pplication round Injection ( UIC Permit (at API Number Future permittee Disposal (Supply form WW Explain  | well locations when applicable.   | API# will be provided on Form WR-34 )  (Meadowfill Landfill Permit #SWF-1032-98)  |
| Will closed loop system be used?   | If so, describe: Yes  |   |   |
| Drilling medium anticipated for th   | is well (vertical and horizonta   | 1)? Air, freshwater, oil  | Surface - Air/Freshwater, Intermediate -<br>based, etc. Dust/Stiff Foam, Production - Water Based Mud                   |
| -If oil based, what type?  | Synthetic, petroleum, etc. N/A  | <b>A</b>  |   |
| Additives to be used in drilling me  | dium? Please See Attachment   |   |   |
| Drill cuttings disposal method? Le   | eave in pit, landfill, removed  | offsite, etc. Stored in tanks   | s, removed offsite and taken to landfill.   |
| -If left in pit and plan to s  | solidify what medium will be  | used? (cement, lime, sa   | wdust) N/A  |
|  | permit number? Meadowfill Lan   |   |   |
| on August 1, 2005, by the Office of provisions of the permit are enformation on lead to enform a certify under penalty of application form and all attachm obtaining the information, I belie penalties for submitting false information.  | of Oil and Gas of the West Vir-<br>ceable by law. Violations of<br>cement action.<br>If law that I have personally<br>tents thereto and that, based<br>eve that the information is tr | rginia Department of En<br>any term or condition<br>examined and am fam<br>on my inquiry of the<br>ue, accurate, and comp |   |
| Company Official Signature   | Funa Faster   |   | FEB 2 1 2014  |
| Company Official (Typed Name)_   |   | _   |   |
| Company Official Title Environm  | mental Specialist   |   | Office of Oil and Gas  WV Dept. of Environmental Protection   |
| Subscribed and sworn before me the Subscribed and Subscr | 11/5/2016   | Feb   | Notary Public State of Columbia Notary Public State of Columbia Notary ID 20124012365 My Commission Expires Nov 9, 2016 |

| Proposed Revegetation Treatme   | ent: Acres Disturbed 35.03        | Prevegetation pH  |                          |
|---|-----------------------------------|---|--------------------------|
| Lime 2-3  | Tons/acre or to correct to p      | CF  |                          |
|   | straw or Wood Fiber (will be used |   |                          |
| 50  | 0                                 |   |                          |
| 2.2   |                                   | lbs/acre  |                          |
| Mulch   |                                   | s/acre  | un malanti               |
| New Well Pad (5.66) +   |                                   | ccess Road (10.11) + New Addt Clearing (17<br>ed Mixtures | (.65) = 35.03 Acres      |
| Tem   | porary                            | Permane   | ent                      |
| Seed Type   | lbs/acre                          | Seed Type   | lbs/acre                 |
| Annual Ryegrass   | 40                                | Fox Tail / Grassy   | 40                       |
| rawing(s) of road, location, pi   | it and proposed area for land a   | pplication (unless engineered plans inclu                 | nding this info have bee |
| Photocopied section of involved   |                                   | pplication (unless engineered plans inclu                 | iding this info have bee |
| Orawing(s) of road, location, pi<br>provided) Photocopied section of involved |                                   | pplication (unless engineered plans inclu                 | iding this info have bee |
| Orawing(s) of road, location, pi<br>provided) Photocopied section of involved |                                   | pplication (unless engineered plans inclu                 | iding this info have bee |

#### Form WW-9 Additives Attachment

#### **SURFACE INTERVAL**

- 1. Fresh Water
- 2. Soap -Foamer AC
- 3. Air

#### INTERMEDIATE INTERVAL

#### STIFF FOAM RECIPE:

- 1) 1 ppb Soda Ash / Sodium Carbonate-Alkalinity Control Agent
- 2) 1 ppb Conqor 404 (11.76 ppg) / Corrosion Inhibitor
- 3) 4 ppb KLA-Gard (9.17 ppg) / Amine Acid Complex-Shale Stabilizer
- 4) 1ppb Mil Pac R / Sodium Carboxymethylcellulose-Filtration Control Agent
- 5) 12 ppb KCL / Potassium Chloride-inorganic Salt
- 6) Fresh Water 80 bbls
- 7) Air

#### **PRODUCTION INTERVAL**

1. Alpha 1655

Salt Inhibitor

2. Mil-Carb

Calcium Carbonate

3. Cottonseed Hulls

Cellulose-Cottonseed Pellets - LCM

4. Mil-Seal

Vegetable, Cotton & Cellulose-Based Fiber Blend - LCM

5. Clay-Trol

Amine Acid Complex – Shale Stabilizer

6. Xan-Plex

Viscosifier For Water Based Muds

7. Mil-Pac (All Grades)

Sodium Carboxymethylcellulose – Filtration Control Agent

8. New Drill

Anionic Polyacrylamide Copolymer Emulsion – Shale Stabilizer

9. Caustic Soda

Sodium Hydroxide - Alkalinity Control

10. Mil-Lime

Calcium Hydroxide - Lime

11. LD**-9** 

Polyether Polyol – Drilling Fluid Defoamer

12. Mil Mica

Hydro-Biotite Mica – LCM

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13. Escaid 110

Drilling Fluild Solvent – Aliphatic Hydrocarbon

14. Ligco

Highly Oxidized Leonardite - Filteration Control Agent

15. Super Sweep

Polypropylene - Hole Cleaning Agent

16. Sulfatrol K

Drilling Fluid Additive - Sulfonated Asphalt Residuum

17. Sodium Chloride, Anhydrous

**Inorganic Salt** 

18. D-D

Drilling Detergent - Surfactant

19. Terra-Rate

Organic Surfactant Blend

20. W.O. Defoam

Alcohol-Based Defoamer

21. Perma-Lose HT

Fluid Loss Reducer For Water-Based Muds

22. Xan-Plex D

Polysaccharide Polymer - Drilling Fluid Viscosifier

23. Walnut Shells

Ground Cellulosic Material - Ground Walnut Shells - LCM

24. Mil-Graphite

Natural Graphite – LCM

25. Mil Bar

Barite - Weighting Agent

26. X-Cide 102

Biocide

27. Soda Ash

Sodium Carbonate - Alkalinity Control Agent

28. Clay Trol

Amine Acid complex – Shale Stabilizer

29. Sulfatrol

Sulfonated Asphalt – Shale Control Additive

30. Xanvis

Viscosifier For Water-Based Muds

31. Milstarch

Starch - Fluid Loss Reducer For Water Based Muds

32. Mil-Lube

**Drilling Fluid Lubricant** 

# Received

FEB 2 1 2014



# Well Site Safety Plan Antero Resources

Well Name: Banner Unit 1H, Banner Unit 2H, Tabor Unit 1H,

Tabor Unit 2H, Prudence Unit 1H and Prudence

Unit 2H

Pad Location: COASTAL 2 PAD

Tyler County/ McElroy District

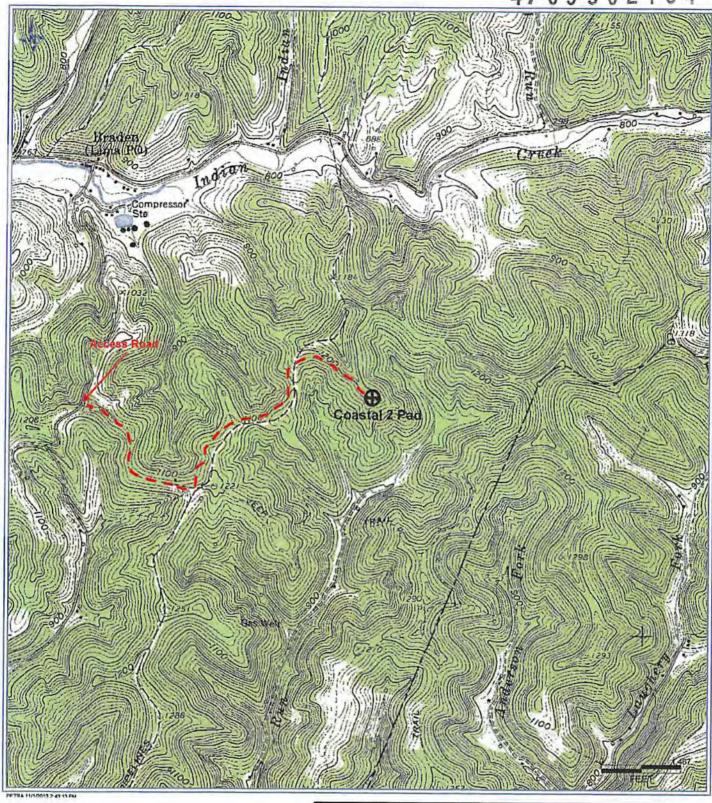
GPS Coordinates: Lat 39°25'43.58"/Long -80°43'33.18" (NAD83)

## **Driving Directions:**

From US Rt. 50, turn onto Co. Rt. 9 (Tarkiln Run). Follow Co. Rt. 9 for 157 Ft. Turn Left on to Co. Rt. 3 (Big Flint Rd.). Follow Co. Rt. 3 for .2 miles. Turn Right to continue on Co. Rt. 3 towards Flint. Continue on Co. Rt. 3 for 11.6 miles. Turn Left onto Co. Rt. 64 (Braden Hill). Follow Co. Rt. 64 for 2.3 miles. The site entrance will be on the Right (East) side of the road.

Received

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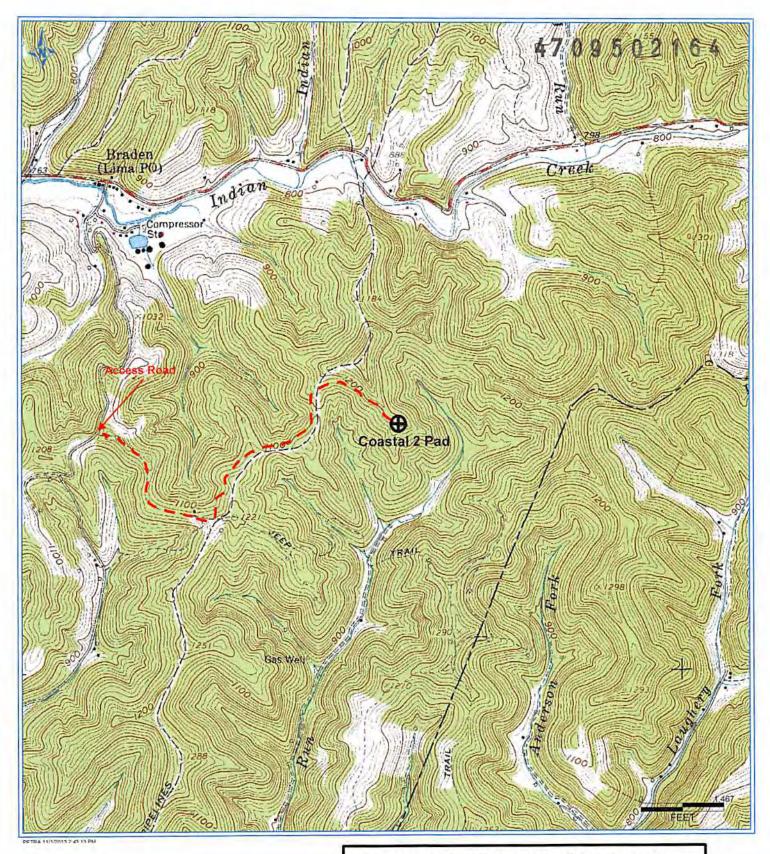
Office of Oil and Gas
WV Dept. of Environmental Protection

## **Antero Resources Corporation**

Appalachian Basin Tabor Unit 1H Tyler County

Quadrangle: Center Point Watershed: Outlet McElroy Creek

District: McElroy Date: 11-01-2013



# Received

FEB 2 1 2014

Office of Oil and Gas WV Dept. of Environmental Protection

## **Antero Resources Corporation**

Appalachian Basin Tabor Unit 1H Tyler County

Quadrangle: Center Point

Watershed: Outlet McElroy Creek

District: McElroy Date: 11-01-2013

05/23/2014

