



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

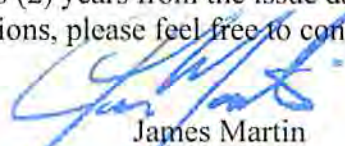
Horizontal 6A Well

This permit, API Well Number: 47-9502166, 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: PRUDENCE UNIT 1H
Farm Name: COASTAL LUMBER COMPANY
API Well Number: 47-9502166
Permit Type: Horizontal 6A Well
Date Issued: 05/19/2014

Promoting a healthy environment.

05/23/2014

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. Failure to adhere to the specified permit 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

5 286

1) Well Operator: Antero Resources Corporation 494488557 095- Tyler McElroy Centerpoint 7.5'
Operator ID County District Quadrangle

2) Operator's Well Number: Prudence Unit 1H Well Pad Name: Coastal 2 Pad

3) Farm Name/Surface Owner: Coastal Lumber Co. Public Road Access: CR 64

4) Elevation, current ground: ~1215 Elevation, proposed post-construction: 1188'

5) Well Type (a) Gas Oil Underground Storage
Other
(b) If Gas Shallow Deep
Horizontal

6) Existing Pad: Yes or No No

7) Proposed Target Formation(s), Depth(s), Anticipated Thickness and Associated Pressure(s):
Marcellus Shale: 7400' TVD, Anticipated Thickness- 55 feet, Associated Pressure- 2950#

8) Proposed Total Vertical Depth: 7400' TVD

9) Formation at Total Vertical Depth: Marcellus Shale

10) Proposed Total Measured Depth: 19,200' MD

11) Proposed Horizontal Leg Length: 9,740'

12) Approximate Fresh Water Strata Depths: 180', 290'

13) Method to Determine Fresh Water Depths: Offset well records. Depths have been adjusted according to surface elevations.

14) Approximate Saltwater Depths: 1,705'

15) Approximate Coal Seam Depths: 905', 925', 935'

16) Approximate Depth to Possible Void (coal mine, karst, other): None anticipated

17) Does Proposed well location contain coal seams directly overlying or adjacent to an active mine?

(a) If Yes, provide Mine Info: Name: _____
Depth: _____
Seam: _____
Owner: _____

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(9/13)

18)

CASING AND TUBING PROGRAM

| TYPE | Size | New or Used | Grade | Weight per ft. (lb/ft) | FOOTAGE: For Drilling | INTERVALS: Left in Well | CEMENT: Fill-up (Cu. 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# | 2490' | 2490' | CTS, 1014 Cu. Ft. |
| Intermediate | | | | | | | |
| Production | 5-1/2" | New | P-110 | 20# | 19200' | 19200' | 4875 Cu. Ft. |
| Tubing | 2-3/8" | New | N-80 | 4.7# | | 7100' | |
| Liners | | | | | | | |

| TYPE | Size | Wellbore Diameter | Wall Thickness | Burst Pressure | Cement Type | Cement Yield (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 & Tail - 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 | | | |
| Depths Set: | N/A | | | |

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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."

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 bbls 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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WW-9
(9/13)

API Number 47 - 095 4709502166
Operator's Well No. Prudence 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 Centerpoint 7.5'

Elevation 1188' County Tyler District McElroy

Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes No

Will a pit be used? Yes No

If so, please describe anticipated pit waste: No pit will be used at this site (Drilling and Flowback Fluids will be stored in tanks. Cuttings will be tanked and hauled off site.)

Will a synthetic liner be used in the pit? Yes No If so, what ml.? N/A

Proposed Disposal Method For Treated Pit Wastes:

- Land Application
- Underground Injection (UIC Permit Number _____)
- Reuse (at API Number Future permitted well locations when applicable. API# will be provided on Form WR-34)
- Off Site Disposal (Supply form WW-9 for disposal location) (Meadowfill Landfill Permit #SWF-1032-98)
- Other (Explain _____)

Will closed loop system be used? If so, describe: Yes

Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. Surface - Air/Freshwater, Intermediate - Dust/Stiff Foam, Production - Water Based Mud

-If oil based, what type? Synthetic, petroleum, etc. N/A

Additives to be used in drilling medium? Please See Attachment

Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Stored in tanks, removed offsite and taken to landfill.

-If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust) N/A

-Landfill or offsite name/permit number? Meadowfill Landfill (Permit #SWF-1032-98)

I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issued on August 1, 2005, by the Office of Oil and Gas of the West Virginia Department of Environmental Protection. I understand that the provisions of the permit are enforceable by law. Violations of any term or condition of the general permit and/or other applicable law or regulation can lead to enforcement action.

I certify under penalty of law that I have personally examined and am familiar with the information submitted on this application form and all attachments thereto and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine or imprisonment.

Company Official Signature [Signature]

Company Official (Typed Name) Evan Foster

Company Official Title Environmental Specialist

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Office of Oil and Gas
WV Dept. of Environmental Protection

Subscribed and sworn before me this 14 day of Feb

[Signature]

My commission expires 11/9/2016

20 21 LISA BOTTINELLI
Notary Public
Notary Public
State of Colorado
Notary ID 20124072365
My Commission Expires Nov 9, 2015

05/23/2014

Form WW-9

Operator's Well No. Prudence Unit 1H

Antero Resources Corporation

Proposed Revegetation Treatment: Acres Disturbed 35.03 Prevegetation pH _____

Lime 2-3 Tons/acre or to correct to pH 6.5

Fertilizer type Hay or straw or Wood Fiber (will be used where needed)

Fertilizer amount 500 lbs/acre

Mulch 2-3 Tons/acre

New Well Pad (5.66) + New Tank Pad (1.61) + New Access Road (10.11) + New Addt Clearing (17.65) = 35.03 Acres

Seed Mixtures

Temporary

Permanent

| | |
|------------------------|-----------|
| Seed Type | lbs/acre |
| <u>Annual Ryegrass</u> | <u>40</u> |

| | |
|--------------------------|-----------|
| Seed Type | lbs/acre |
| <u>Fox Tail / Grassy</u> | <u>40</u> |

*or type of grass seed requested by surface owner

*or type of grass seed requested by surface owner

Attach:

Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided)

Photocopied section of involved 7.5' topographic sheet.

Plan Approved by: _____

Comments: _____

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Title: Inspector

Date: 2-20-14

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Field Reviewed?

() Yes

() No

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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 Fluid Solvent – Aliphatic Hydrocarbon
14. Ligco
Highly Oxidized Leonardite – Filtration 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

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Office of Oil and Gas
WV Dept. of Environmental Protection

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4709502166



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.



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LATITUDE 39°27'30"

4,991'

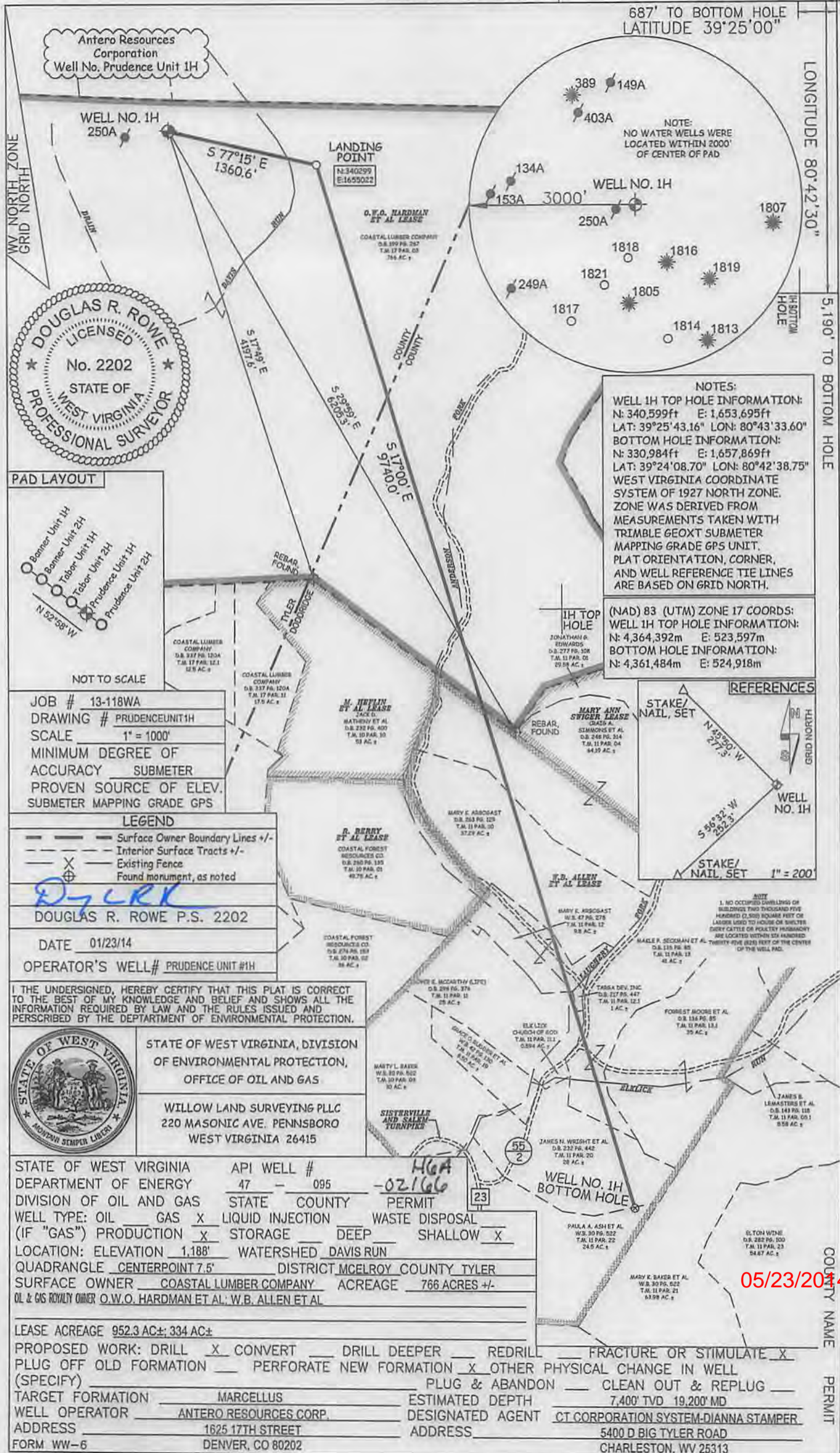
887' TO BOTTOM HOLE
LATITUDE 39°25'00"

LONGITUDE 80°42'30"

10,810'

LONGITUDE 80°42'30"

COUNTY NAME PERMIT

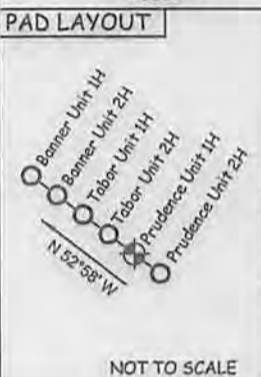


Antero Resources Corporation
Well No. Prudence Unit 1H

WELL NO. 1H
250A

LANDING POINT
N:340299
E:1655022

O.W.O. HARDMAN
ET AL LEASE
COASTAL LUMBER COMPANY
D.B. 399 PG. 267
T.M. 17 PAR. 03
766 AC ±



NOTES:
WELL 1H TOP HOLE INFORMATION:
N: 340,599ft E: 1,653,695ft
LAT: 39°25'43.16" LON: 80°43'33.60"
BOTTOM HOLE INFORMATION:
N: 330,984ft E: 1,657,869ft
LAT: 39°24'08.70" LON: 80°42'38.75"
WEST VIRGINIA COORDINATE SYSTEM OF 1927 NORTH ZONE. ZONE WAS DERIVED FROM MEASUREMENTS TAKEN WITH TRIMBLE GEOXT SUBMETER MAPPING GRADE GPS UNIT. PLAT ORIENTATION, CORNER, AND WELL REFERENCE TIE LINES ARE BASED ON GRID NORTH.

(NAD) 83 (UTM) ZONE 17 COORDS:
WELL 1H TOP HOLE INFORMATION:
N: 4,364,392m E: 523,597m
BOTTOM HOLE INFORMATION:
N: 4,361,484m E: 524,918m

JOB # 13-118WA
DRAWING # PRUDENCEUNIT1H
SCALE 1" = 1000'
MINIMUM DEGREE OF ACCURACY SUBMETER
PROVEN SOURCE OF ELEV. SUBMETER MAPPING GRADE GPS

LEGEND
- - - Surface Owner Boundary Lines +/-
- - - Interior Surface Tracts +/-
X Existing Fence
⊕ Found monument, as noted

DyLRK
DOUGLAS R. ROWE P.S. 2202
DATE 01/23/14
OPERATOR'S WELL# PRUDENCE UNIT #1H

I THE UNDERSIGNED, HEREBY CERTIFY THAT THIS PLAT IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF AND SHOWS ALL THE INFORMATION REQUIRED BY LAW AND THE RULES ISSUED AND PERSCRIBED BY THE DEPARTMENT OF ENVIRONMENTAL PROTECTION.



STATE OF WEST VIRGINIA, DIVISION OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS
WILLOW LAND SURVEYING PLLC
220 MASONIC AVE. PENNSBORO WEST VIRGINIA 26415

STATE OF WEST VIRGINIA DEPARTMENT OF ENERGY
DIVISION OF OIL AND GAS
WELL TYPE: OIL ___ GAS X LIQUID INJECTION ___ WASTE DISPOSAL ___
(IF "GAS") PRODUCTION X STORAGE ___ DEEP ___ SHALLOW X
LOCATION: ELEVATION 1,188' WATERSHED DAVIS RUN
QUADRANGLE CENTERPOINT 7.5' DISTRICT MCELROY COUNTY TYLER
SURFACE OWNER COASTAL LUMBER COMPANY ACREAGE 766 ACRES +/-
OIL & GAS ROYALTY OWNER O.W.O. HARDMAN ET AL; W.B. ALLEN ET AL

LEASE ACREAGE 952.3 AC ±; 334 AC ±
PROPOSED WORK: DRILL X CONVERT ___ DRILL DEEPER ___ REDRILL ___ FRACTURE OR STIMULATE X
PLUG OFF OLD FORMATION ___ PERFORATE NEW FORMATION X OTHER PHYSICAL CHANGE IN WELL (SPECIFY) ___
TARGET FORMATION MARCELLUS ESTIMATED DEPTH 7,400' TVD 19,200' MD
WELL OPERATOR ANTERO RESOURCES CORP. DESIGNATED AGENT CT CORPORATION SYSTEM-DIANNA STAMPER
ADDRESS 1625 17TH STREET ADDRESS 5400 D BIG TYLER ROAD
FORM WW-6 DENVER, CO 80202 CHARLESTON, WV 25313

05/23/2014