

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

Friday, July 13, 2018 WELL WORK PERMIT Horizontal 6A / Re-Work

HG ENERGY II APPALACHIA, LLC 5260 DUPONT ROAD

PARKERSBURG, WV 26101

Re: Permit approval for AUD7HHS 47-001-03351-00-00

This well work permit 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 any additional specific 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 of 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.

Per 35 CSR 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) 926-0450.

James A. Martin

Chief

Operator's Well Number: AUD7HHS

Farm Name: MURPHY, BRIAN E. & LISA L.

U.S. WELL NUMBER: 47-001-03351-00-00

Horizontal 6A Re-Work Date Issued: 7/13/2018

API Number: 001-0335101)

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 may require permit coverage from the United States Army Corps of Engineers (USACE). Through this permit, you are hereby being advised to consult with USACE regarding this proposed activity.
- 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 one hundred (100) 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. 24 hours prior to the initiation of the completion process the operator shall notify the Chief or his designee.
- 8. During the completion process the operator shall monitor annular pressures and report any anomaly noticed to the chief or his designee immediately.
- 9. 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.
- 10. 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.

API Number: 001-0335101)

PERMIT CONDITIONS

11. The operator shall provide to the Office of Oil and Gas the dates of each of the following within 30 days of their occurrence: completion of construction of the well pad, commencement of drilling, cessation of drilling, cessation of drilling, sending an email to DEPOOGNotify@wv.gov.

| API | NO. 47-001 | _ 03351 | DD | |
|-----|--------------|---------|----------|---|
| | OPERATOR WE | LL NO. | AUD7 HHS | _ |
| | Well Pad Nam | e: AUD7 | | |

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

| 1) Well Operat | or HG Ene | eray II Appa | alachia, 🚣 | 494519932 | Barbour | Philippi | Audra |
|------------------------------------|-----------------|-----------------------|-------------|------------------------------------|----------------------|--------------|-----------------|
| 1) Well Operat | or | | | Operator ID | County | District | Quadrangle |
| 2) Operator's V | Well Number | : AUD7 HH | S | Well P | ad Name: AU | D7 | |
| 3) Farm Name/ | Surface Owi | ner: Brian E. | & Lisa L. M | Murphy Public R | oad Access: D | elta Rt. 8/U | S Route 119 |
| 4) Elevation, cu | urrent ground | d: 1565' | El | evation, propose | d post-constru | ction: 1565' | (already built) |
| 5) Well Type | (a) Gas Other | Х | Oil | Un | derground Sto | rage | |
| | (b)If Gas | Shallow Horizontal | X | Deep | - | | - |
| 6) Existing Pad | l: Yes or No | Yes | | | | | |
| | _ | | | ipated Thickness', Pressure - 4000 | | Pressure(s): | |
| 8) Proposed To | otal Vertical I | Depth: 757 | 5' | | | | |
| 9) Formation at | t Total Vertic | cal Depth: | Marcellus |) | | | |
| 10) Proposed T | otal Measure | ed Depth: | 19,562' | | | | |
| 11) Proposed F | lorizontal Le | g Length: | 11,276' | | | | |
| 12) Approxima | ite Fresh Wa | ter Strata De | pths: | 160', 635', 725 | 5', 730' | | |
| 13) Method to | Determine F | resh Water I | Depths: A | Actual | | | |
| 14) Approxima | | | | | | | |
| 15) Approxima | ite Coal Sean | n Depths: 3 | 20', 635', | 725', 730' 🗸 | | | |
| | | | | ine, karst, other): | 328' - 336' | 1 Alrea | ady Casedoff |
| 17) Does Propo directly overlyi | | | | ns Yes | 1 | No X | |
| (a) If Yes, pro | ovide Mine I | nfo: Name | : | | | | |
| | | Depth | : | | | | |
| | | Seam: | | | | | |
| | | Owne | r: | REC Office of 0 | EIVED Oil and Gas | | |

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OPERATOR WELL NO. AUD7 HHS

Well Pad Name: AUD7

18)

CASING AND TUBING PROGRAM

| ТҮРЕ | 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 | 30" | N | LS | 120 # | 72' | 72' | Conductor already set |
| Fresh Water | 20" | N | J-55 | 94 # | 417' | 417' | Surface casing already set |
| Coal | 13 3/8" | N | J-55 | 54.5# | 827' | 827' | Coal Protection casing already set |
| Intermediate | 9 5/8" | N | J-55 | 36 # | 2160' | 2160' | Intermediate casing already set |
| Production | 5 1/2" | N | P-110HC | 23# | 19562' | 19562' | 20% excess, lead yield = 1.19, CTS |
| Tubing | | | | | | | |
| Liners | | | | | | | |

Limes 1 d. Sheyouth 3-5-18

| 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 | 30" | 42" | | | | Class A Type | 1.22 |
| Fresh Water | 20" | 26" | 0.438 | 2110 | | Class A Type | 1.20 |
| Coal | 13 3/8" | 17 1/2" | 0.380 | 2730 | | Class A Type | 1.20 |
| Intermediate | 9 5/8" | 12 3/8" | 0.352 | 3520 | | Class A Type | 1.28 |
| Production | 5 1/2" | 8 1/2" | 0.415 | 14520 | 12000 | Lead Class A, Tail Class | Lead yield = 1.19, Tail yield = 1.94 |
| Tubing | | | | | | | |
| Liners | | | | | | | |

PACKERS

| Kind: | | |
|-------------|--|--|
| Sizes: | | |
| Depths Set: | | |

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| 19) | Describe j | proposed | well | work, | including | g the | drilling | and | plugging | back | of any | pilot | hol | e: |
|-----|------------|----------|------|-------|-----------|-------|----------|-----|----------|------|--------|-------|-----|----|
|-----|------------|----------|------|-------|-----------|-------|----------|-----|----------|------|--------|-------|-----|----|

Drill and stimulate new horizontal Marcellus well. Well to be drilled to a TMD of 19562'. Well to be drilled to a TVD of 7575', formation at TVD - Marcellus Shale. Drill horizontal leg - stimulate and produce the Marcellus Formation. There will not be any production, perforation or stimulation of any formations below the target formation.

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

The stimulation will be multiple stages divided over the lateral length of the well. Stage spacing is dependent upon engineering design. Slickwater fracturing technique will be utilized on each stage using sand, water, and chemicals. See attached list. Anticipated maximum pressure - 12,000 psi.

- 21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 13.9 acres
- 22) Area to be disturbed for well pad only, less access road (acres): .96 acres

23) Describe centralizer placement for each casing string:

Conductor -NA Surface Casing -NA Cool Protection -NA Intermediate Casing -NA Intermediate Casing -NA Intermediate Casing -NA Production -Run 1 spiral centralizer every 3 joints from the 1st 5.5° long joint to the top of the curve.

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

Conductor - NA Surface Casing - NA Coal Protection Casing - NA

Incomparison - Lead: 14.5 ppg POZ-PNE-1 + 0.3% bwoc R3 + 1% bwoc EC1 + 0.75 gal/sk FP13L + 0.3% bwoc MPA17026 - 14.8 ppg PNE-1 + 0.35% bwoc ASCA1 + 0.5% bwoc ASCA1 + 0.5% bwoc MPA17020% ExcessLead Yield=1.19Tail Yield=1.94CTS

25) Proposed borehole conditioning procedures:

Conductor - NA Surface - NA Coal Protection - NA Intermediate - NA

INTERTINGUISTICS - TVA

Production - Once on bottom/TD with casing, circulate at max allowable pump rate for at least 2x bottoms up, or until returns and pump pressures indicate the hole is clean. Circulate a minimum of one hole volume prior to pumping cemen

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*Note: Attach additional sheets as needed.

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HG Energy II Appalachia, LLC AUD7 Well Pad (GHS,FHS,HHS,IHS) **Cement Additives**

| Material Name | Material Type | Material Description | CAS# | | |
|----------------|------------------|---|--|------------------------------|--|
| naterial Name | Material Type | Premium NE-1 is a | Ingredient name | % | CAS number |
| | | portland cement with | Portland cement | 90 - 100 | 65997-15-1 |
| | | early compressive | Calcium oxide | 1-5 | 1305-78-8 |
| | | strength properties. | Magnesium oxide Crystalline silica: Quartz (SiO2) | 1-5 | 1309-48-4 14808-60-7 |
| emium NE-1 | Portland Cement | | and a second second second | | |
| | | Commonly called gel, it is | Ingredient name | % | CAS number |
| | | a clay material used as a | bentonite | 90 - 100 | 1302-78-9 |
| | | cement extender and to control excessive free | Crystalline silica: Quartz (SiO2) | 5 - 10 | 14808-60-7 |
| | | water. | | | |
| ntonite | Extender | 1701. | | | |
| | | A powdered, flaked or | | | |
| | | pelletized material used | Ingredient name | % | CAS number |
| | | to decrease thickening | Calcium chloride | 90 - 100 | 10043-52-4 |
| | | time and increase the rate | | | |
| cium Chloride | Accelerator | of strength development | | | |
| cium Caloride | Accelerator | | | | |
| | | Graded (3/8 to 3/4 inch) | Ingredient name | % | CAS number |
| | | cellophane flakes used as a lost circulation material. | No hazardous ingredient | | |
| lo Flake | Lost Circulation | a lost circulation material. | No. | | |
| o i ione | Lose Circuidador | | | | |
| | | ED. 131 is a slone liquid | | | |
| | | FP-13L is a clear liquid organic phosphate | | | |
| | | antifoaming agent used in | | | |
| | | cementing operations. It | Ingredient name | % | CAS number |
| | | is very effective | Tributyl phosphate RECEIVED Office of Oil and Gas | 90 - 100 | 126-73-8 |
| | | minimizing air | Office of Off and Gas | | |
| | | entrapment and | 1110 4 0 0010 | | |
| | | preventing foaming tendencies of latex | MAR 1 3 2018 | | |
| | | systems. | | | |
| -13L | Foam Preventer | - Comments | WV Department of Environmental Protection | | |
| | | | Ingredient name Environmental Protection | % | CAS number |
| | 2.33 | Used to retard cement | Sucrose | 90 - 100 | 57-50-1 |
| anulated Sugar | Retarder | returns at surface. | | | |
| | | A proprietary product that provides expansive | | | |
| | | properties and improves | | | |
| | | bonding at low to | Ingredient name | % | CAS number |
| | | moderate | Calcium magnesium oxide | 90 - 100 | 37247-91-9 |
| | | temperatures. | | | |
| -1 | | Multi-purpose polymer | | | |
| | | additive used to control | | | CAS |
| | | free fluid, fluid loss, | Ingredient name | % | CAS number |
| | | rheology, and gas | No hazardous ingredient | | |
| PA-170 | Gas Migration | migration. | | | |
| | | | | | |
| | | A synthetic pozzolan, (primarily Silicon Dioxide). | | | |
| | | When blended with | | | |
| | | cement, Pozzolan can be | Ingredient name | % | CAS number |
| | | used to create | Crystalline silica: Quartz (SiO2) | 5 - 10 | 14808-60-7 |
| | | lightweight cement | Calcium oxide | 1-5 | 1305-78-8 |
| | | slurries used as either a filler slurry or a sulfate | - | | |
| | | resistant completion | | | |
| | | cement. | | | |
| z (Fly Ash) | Base | | | | |
| | | A low temperature | | | |
| | | retarder used in a wide | Ingredient name | % | CAS number |
| | | range of slurry | Organic acid salt | 40 - 50 | Trade secret. |
| | | formulations to extend | | | |
| | | the slurry thickening time. | | | |
| | Retarder | | | | |
| | Retarder | | | | |
| 1 | Retarder | | Ingredient name | % | CAS number |
| 1 | Retarder | | 2-Butoxyethanol | 20 - 30 | 111-76-2 |
| 3 | Retarder | Used to water wat earling | 2-Butoxyethanol Proprietary surfactant D-Glucopyranose, oligomeric, C10-16-alkyl glycosides | 20 - 30 10 - 20 5 - 10 | 111-76-2 Trade secret. 110615-47-9 |
| 3 | Retarder | Used to water wet casing and formation to facilitate | 2-Butoxyethanol Proprietary surfactant D-Glucopyranose, oligomeric, C10-16-alkyl glycosides Alkylandsulfonate amine salt | 20 - 30 10 - 20 | 111-76-2 Trade secret. |

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| | | MERGY | | | | | epartment of ental Protection | Marcellus Sh | ID7H nale Horizontal County, WV | |
|---------------------------------------|-----------------------------|--------------------------------------|---|-----------------|--------------------|---|---|---|---|--|
| | | | | | A | UD7H SHL | | | 226963.3N 1834447.5E | |
| ound Elevation (RKB) | | 1 | 565' | | A | UD7H LP | | | 225763.74N 1834304.05E | |
| Azm | | 13 | 3.007° | | Δ | UD7H BHL | | | 218072.37N 1842550.02E | |
| | | | GEOLOGY | TOP | BASE | MUD | CEMENT | CENTRALIZERS | CONDITIONING | COMMENTS |
| TELEBOTE DIAGRAM | HOLL | ONDING | 9202001 | | 2,102 | 1 | Vallati | - Continuent | CONSTRUCTION | - Comment of |
| x | 42" | 30" 120# LS | Conductor *Conductor already set* | 0 | 72 | N/A | CTS w/ 675 sks Class A, 15 6ppg, 1.22 cu-fl/sk, 820 cu-ft | N/A | | |
| | | | Fresh Water | 160, 635 | , 725, 730 | | | | | |
| | | 20" 94# | Surface Casing *Aiready Set* | 0 | 417 | | CTS w/ 833 sks Class A, 15.6ppg, 1.2 | | | |
| x x x x x x x x x x x x x x x x x x x | | J-55 | Coal(s) | 320, 635 | , 725, 730 | N/A | cu-fl/sk, 952 cu-ft | N/A O | | |
| | 17.5" 13-3/8" 54.5# J-55 | Coal Protection Casing *Already Set* | 0 | 827 | N/A | CTS w/ 802 sks Class A, 15.6ppg, 1.2 cu-fl/sk, 962 cu-ft | istir | | | |
| X X | | | Little Lime / Big Lime | 1167 / 1234 | 1234 / 1308 | | CTS w/ 750 sks Class A, 15 6ppg, 1.28 cu-ft/sk, 867 cu-ft | 4 | | |
| | 12.375* | 9-5/8" 36# | Keener / Big Injun | 1308 / 1395 | 1367 / 1447 | N/A | | N/A W | | |
| | 12.3/5 | 75" J-55 | Gantz / Fifth | 1600 / 2114 | 1674 | N/A | | IWA W | | |
| | | | Intermediate Casing 'Already Set' | 0 | 2160 | | | | | |
| | | | Bradford | 3060 | | | Lead: 14.5 ppg POZ:PNE-1+0.3% | | | |
| X | 0.510 | | Benson | 3830 | | 9.5ppg-10.5ppg | bwoc R3 + 1% bwoc EC1 + 0.75 | | Samuel Control of the Control | B. 12 (1) (1) |
| 2000 | 8.5" Curve | 5-1/2" | Sycamore Grit Burkett | 6390 7260 | | SOBM | Tail: 14.8 ppg PNE-1 + 0.35% bwoc | Run 1 spiral centralizer | Once on bottom/TD with casing, circulate at max | Production casing = 0.4 wall thickness |
| | | 23# P-110 HC | Tully Limestone | 7260 | | | R3 + 0.75 gal/sk FP13L + 50% bwoc ASCA1 + 0.5% bwoc MPA170 | every 3 joints from the 1st 5.5" long joint to the | allowable pump rate for at least 2x bottoms up, or until returns and pump pressures indicate the hole | Burst=14520 psi |
| | | CDC HTQ | Hamilton | 7370 | | - | 20% Excess | top of the curve. | is clean. Circulate a minimum of one hole volume prior to pumping cement. | Note: Actual centralize schedules may be chan |
| | | | Marcellus | 7500 | 7575 . | | Lead Yield=1,19 Tail Yield=1,94 | | prior to pumping cernain. | due to hale condition |
| | 8.5" Lateral | | TMD / TVD | 19562 | 7575 | 11.5ppg- 12.5ppg SOBM | CTS | | | |
| | | | Onondaga | 7590 | | 12.3ppg SOBM | | | | |
| | X | X | X | | | X | X | X | ı X | × |
| 111 | 75' TVD / 8286' MD | | Carante West and a state of the best of the state of the | 8.5" Hole - Cer | mented Long String | | | | +/-11276' ft Lateral | TD @ +/-7575' TVD +/-19562' MD |

HG Energy II Appalachia, LLC List of Frac Additives by Chemical Name and CAS

AUD7 Well Pad (GHS,FHS,HHS,IHS)

| | The grant was | |
|-----------------------------|---------------|------------------|
| | | |
| Chemical Name | CAS# | Multiple CAS #'s |
| Pro Shale Slik 405 | Mixture | 68551-12-2 |
| | | 7647-14-5 |
| | | 12125-02-9 |
| | | 64742-47-8 |
| | 1 | |
| Pro Hib II | Mixture | 68412-54-4 |
| | | 68607-28-3 |
| | | 107-21-1 |
| | | 111-76-2 |
| | | 67-56-1 |
| | | 107-19-7 |
| - | | |
| Silica Sand and Ground Sand | Mixture | 14808-60-7 |
| | | 1344-28-1 |
| | | 1309-37-1 |
| | | 13463-67-7 |
| | | |
| Hydrochloric Acid 22 DEG BE | 7647-01-0 | |
| | | |
| PROGEL - 4.5 | 64742-96-7 | |
| | | |
| BIO CLEAR 2000 | Mixture | 25322-68-3 |
| | | 10222-01-2 |
| | | |
| SCALE CLEAR SI 112 | 107-21-1 | |
| | | |
| PROBREAK 4 | Mixture | 57-50-1 |
| | | 107-21-1 |
| | | |
| Sulfamic Acid | 5329-14-6 | |
| | | |
| PRO - Flow - 102-N | Mixture | 67-63-0 |
| | | 68439-45-2 |
| | | 2687-96-9 |
| | 10000 00 0 | |
| PROGEL - 4 | 9000-30-0 | |

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WR-35 Rev. 8/23/13

State of West Virginia Department of Environmental Protection - Office of Oil and Gas Well Operator's Report of Well Work

| API 47 - 001 _ 03351H6A County | Barbour | District Philippi | |
|--|--|--|----------------|
| | me AUD7HS | Field/Pool Name A | udra |
| Farm name MURPHY, BRIAN E. & LISA L. | | Well Number AUE | |
| Operator (as registered with the OOG) CNX Gas | Company LLC | | |
| Address P.O. Box 1248 | City Jane Lew | State WV | Zip 26378 |
| As Drilled location NAD 83/UTM Attach a Top hole Northing 4.3: | | view, and deviation survey Easting 579,242.06 m | |
| Landing Point of Curve Northing 4,33 | | Easting 579,314.60 m | |
| Bottom Hole Northing 4.32 | 8,598.31 m | Easting 581,314.81 m | |
| Permit Type Deviated Horizontal Type of Operation Convert Deepen Gas Well Type Brine Disposal CBM Gas | Orill □ Plug Back Oil □ Secondary Recovids Produced ■ Brine Fresh Water Inter | ertical Depth Type □ Redrilling □ Rework □ Solution Mining □ Sto | Other |
| Date completion activities began N/A (Completion has Verbal plugging (Y/N) N Date permissing Please note: Operator is required to submit a plugging Freshwater depth(s) ft 160', 635', 725', 73 1870' Salt water depth(s) ft 320', 635', 725', 730' | not begun.) Date complete on granted N/A ng application within 5 of the complete O' Open mine(s) Void(s) encounty RECE | days of verbal permission to place of the permis | 2 1 And Gas |
| | Office of O | | AN INC 1 - 1. |
| | MAR 1 | 3 2018 | AX WS 03/90/10 |

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Comment Details

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| CASING STRINGS | Hole Size | Casing Size | Depth | New or Used | Grade wt/fl | Basket Depth(s) | Did cement circulate (Y/ N) Provide details below |
|--------------------|--------------|------------------|--------------|----------------|--------------------|--|--|
| Conductor | 42* | 30* | 72' | N | L.S. 120#/72° | N/A | N (grout) |
| Surface | 26° | 20° | 417' | N | J-55 94# / 417° | 333' | Y |
| Coal | 17 1/2* | 13 3/8" | 827' | N | J-65 54.5# / 827* | N/A | N (grout) |
| Intermediate 1 | 12 3/8° | 9 5/8" | 2160.2 | N | J-55 36# / 2160.2° | N/A | Y |
| Intermediate 2 | - | | • | - | • | | • |
| Intermediate 3 | • | - | | • | • | • | • |
| Production | N/A | (Production hole | has not been | drilled.) | • | | • |
| Tubing | N/A | (Tubing has not | been run.) | • | • | | • |
| Packer type and de | pth set | None | | | | L.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | - |

Class/Type of Cement CEMENT Yield (ft ³/sks) Volume (ft²) Cement Top (MD) WOC Number Slurry of Sacks DATA wt (ppg) (pr2) Conductor Class A 15.60 1.22 820 24 Surface 380 / 453 Class A 15.60 1.20 952 Surface 8 Coal Class A 802 15.60 1.20 Surface 8 962 Intermediate I 750 15.60 Surface Class A 1.28 887 8 Intermodiate 2 Intermediate 3 Production NA (Production hole has not been drilled.) Tubing NA (Tubing has not been run.)

| Drillers TD (ft) N/A (Onling has not be | on completed.) | | Loggers TD (ft) | N/A (Drilling | iling has not been completed.) | | |
|---|--|---|--------------------|---------------|--|-------------|--|
| Deepest formation penetrated N/A Plug back procedure N/A (Ording ha | | ompleted.) | Plug back to (ft) | N/A (Drilling | | | |
| Kick off depth (ft) N/A (Drilling has not | been completed.) | | | | | | |
| Check all wireline logs run | • | density resistivity | □ deviated/dire | ectional | □ induction □ temperature □sonic | | |
| Well cored □ Yes ■ No | Conventional | Sidew | all | Were cu | uttings collected □ Yes ■ No | | |
| DESCRIBE THE CENTRALIZE Fresh Winter - Boar spring centralizers on first joint then ever Coal - Boar spring centralizers on first joint then eve Intermediate - Boar spring centralizers one on the | y louth joint to 100 fael from a ary fourth joint to 100 faet first two joints and every f | urisos. Irom surisos. ourth joint until insid | to surface casing. | | | | |
| WAS WELL COMPLETED AS : WAS WELL COMPLETED OPE | | Yes & No | No DETAIL DETAILS | | nas not been completed.) | | |
| | | | | | ्राप्त का | 38 | |
| WERE TRACERS USED • Ye | | YPE OF TR | | N/A (Wall h | MAR 21 2016 WV Department of Environmental Protecti | | |

Page 3 of 8

API 47-001 _ 03351H6A

Farm name MURPHY, BRIAN E. & LISA L. Well number AUD7HHS

PERFORATION RECORD

| Stage No. | Perforation date | Perforated from MD ft. | Perforated to MD ft. | Number of Perforations | Formation(s) |
|--------------|------------------|------------------------|----------------------|---------------------------|--------------|
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| | | | has not been | | |
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| | | | perforated. | | |
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Please insert additional pages as applicable.

STIMULATION INFORMATION PER STAGE

Complete a separate record for each stimulation stage.

| Stage No. | Stimulations Date | Ave Pump Rate (BPM) | Ave Treatment Pressure (PSI) | Max Breakdown Pressure (PSI) | ISIP (PSI) | Amount of Proppant (lbs) | Amount of Water (bbls) | Amount of Nitrogen/other (units) |
|--------------|----------------------|------------------------|---------------------------------|---------------------------------|------------|-----------------------------|---------------------------|-------------------------------------|
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| | | | | been | | | | |
| | | | | completed. | | | | |
| | | | | No | | | | |
| | | | | stimulation | | | | |
| | | | | has | | | | |
| | | | | occurred. | | | | |
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| Dieses | inner eddisin | nel naces as an | | RECEIVED ffice of Oil and Ga | s | MAR | 21 2016 | |

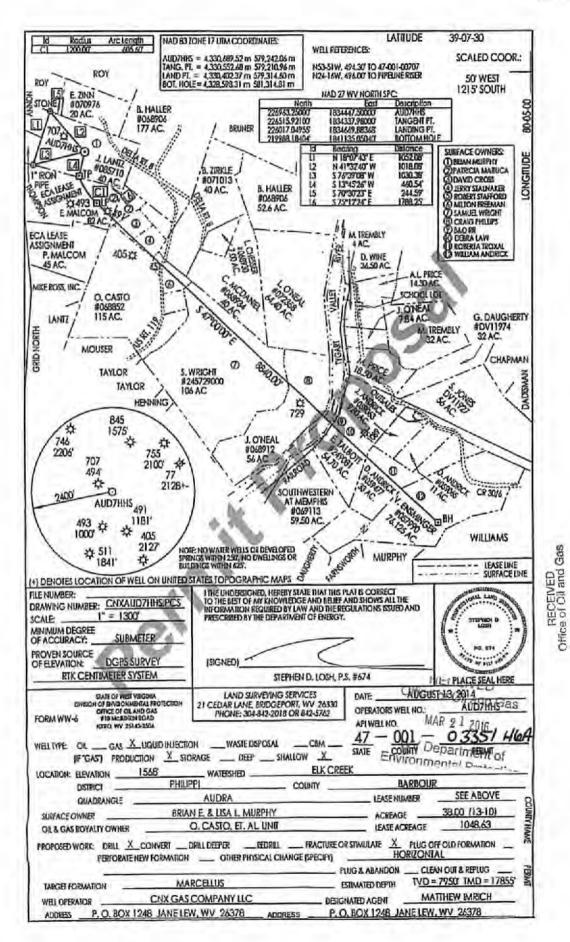
Please insert additional pages as applicable.

MAR 1 3 2018

WV Department of Environmental Protection

WV Department of Environmental Protection

| WR-35 Rev. 8/23/13 | | | | | | | | | Page <u>4</u> of <u>8</u> |
|-----------------------|---|---------------------------------------|--------------------|-----------------|---------------------|------------------|---------|-----------------------|--|
| API 47- 001 | _03351H6A | Farm | name_MURPH | IY, BRIAI | N E. & LISA L | ·Well | numbe | AUD | 7HHS |
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| | | | | _TVD | | MD | | | RECEIVED Office of Oil and |
| No pro | cucing termation | | | | | | | | MAR 1 3 201 |
| <u> </u> | PI 47. 001 . 03351H6A Farm name MURPHY, BRIAN E. & LISA L. Well number AUD7HHS RODUCING FORMATION(S) A (Well has not been completed.) No producing formation(s) MAR 1 3 2018 WV Department of Environmental Protest asset insert additional pages as applicable. AS TEST | | | | | | | | |
| Please insert ad | lditional pages a | s applicable. | | | | | | | Environmental Prote |
| GAS TEST | 🗅 Build up 💢 | Drawdown | □ Open Flow | | OIL TEST o | Flow (|) Pum | p | |
| SHUT-IN PRE | SSURE Surf | ace N/A | _psi Botto | m Hole N | A psi | DURA | TION | OF TES | T N/A hrs |
| OPEN FLOW | | | | bpd | | | | | |
| | | · | | | | | | | |
| LITHOLOGY/ | | | | | •• | | | | |
| FORMATION | | | | | | | | | • |
| FILL | l | 1 | | MU | i tre up pi | טוט (דאב | æn ₩A | ier, eri | ne, oil, ons, n ₂ s, e1c) |
| SAND/SHALE | | | - | | | | | Grav | |
| SAND/SHALE | | | | | | | White | | ray |
| COAL | 320 | 440 | | | | | | | |
| SAND/SHALE | 440 | 600 | | | | | White / | Medium | Gray |
| AND/SHALE/COAL | 600 | 640 | | | | | | Gray | |
| SHALE | 640 | 713 | | | | | | Black | |
| AND/SHALE/COAL | 713 | 1167 | | | | | | Gray | |
| LITTLE LIME | 1167 | 1234 | | | | | | | |
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| | | s applicable. | J | | | | | | |
| | • • | - application | | | | | | | |
| | | | | 144 15a-ta | | | DA | | 45240 |
| Address 313 St | Bei Filli Road | | City | ML MOTTS | | State | FA | Zip | 10048 |
| Logging Comp | anv | | | | | | | | |
| | | | | | | State | | Zip | |
| | Cablumb | | | | | | | - | |
| Cementing Con | npany Schuller | aifiei | O' **** | Produito | | 6 4 - 4 - | DΔ | 7:- | 15825 |
| | | | | | | State | | Zip | 10020 |
| | mpany N/A (For | mations have not | | | <u>-</u> | State | N/A | 7in | N/A |
| | ditional pages a | s applicable. | | | | 0.0.0 | | R | ECC» |
| | • • | •• | | | | | O | 1111 23 / | 3 . ~ |
| | | erations Company | LLC - Drilling and | Completions | Telephone | 304-884 | -2000 | | " UII and Gas |
| Signature | swxpu | | Title _St | eve Spiller - C | completions Manager | -Gas WV | Date _ | 3/4KK | 6Co. |
| Submittal of II- | draulia Essatu- | | | | Attach come | CED A CI | : 100 T | ۱۱ ۲۰۰۰ عملمد D کا | · ~ - 4016 |
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MAR I 3 2018
WV Department of
Environmental Protection

Page 6 of 8

PROFILE VIEW

API 47-001-03351H6A Farm Name MURPHY, BRIAN E. & LISA L. Well Number AUD7HHS

Profile View – Not Available – Drilling has not been completed

Once Will Land Constitution of the Control of the C

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WV Department of

Page 7 of 8

DEVIATION SURVEY

API 47-001-03351H6A Farm Name MURPHY, BRIAN E. & LISA L. Well Number AUD7HHS

Deviation Survey – Not Available – Drilling has not been completed

Office Will and Despitation of the Will and Despitation of

Page 8 of 8

FRAC FOCUS REGISTRY

API 47-001-03351H6A Farm Name MURPHY, BRIAN E. & LISA L. Well Number AUD7HHS

Frac Focus Registry – Not Available – Formations have not been perforated or stimulated

Office of Environmental Procession

API Number 47 - DOL - D3351 DD
Operator's Well No. AUD7 HHS
VIRGINIA

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

| Operator Name HG Energy II Appalachia, LLC | OP Code 494519932 |
|--|---|
| Watershed (HUC 10) Elk Creek | Quadrangle Audra |
| Do you anticipate using more than 5,000 bbls of water | r to complete the proposed well work? Yes No |
| Will a pit be used? YesNo✓ | |
| If so, please describe anticipated pit waste: | |
| Will a synthetic liner be used in the pit? Yes | s No V If so, what ml.? |
| Proposed Disposal Method For Treated Pit W | |
| Land Application | IIC Permit Number Office of Oil and Gas |
| Underground Injection (UI ■ Reuse (at API Number TBD | Te Termit Times. |
| | form WW-9 for disposal location) MAR 1 3 20% |
| Other (Explain_ | t-mont of |
| | Environmental Profection |
| Will closed loop system be used? If so, describe: Yes | es |
| Drilling medium anticipated for this well (vertical and | d horizontal)? Air, freshwater, oil based, etc. Air and freshwater |
| -If oil based, what type? Synthetic, petroleum | m, etc. NA |
| Additives to be used in drilling medium? Water, soap, | |
| Drill cuttings disposal method? Leave in pit, landfill, r | removed offsite, etc. Approved landfill |
| | m will be used? (cement, lime, sawdust) NA |
| -Landfill or offsite name/permit number? See | |
| -Landini of offsite name/perint number/ | SS / Madrico Elst |
| | Oil and Gas of any load of drill cuttings or associated waste rejected at any provided within 24 hours of rejection and the permittee shall also disclose |
| on August 1, 2005, by the Office of Oil and Gas of the provisions of the permit are enforceable by law. Viol law or regulation can lead to enforcement action. I certify under penalty of law that I have perapplication form and all attachments thereto and the obtaining the information, I believe that the information penalties for submitting false information, including the | |
| Company Official Signature Diane White | |
| Company Official (Typed Name) Diane White | |
| Company Official Title Accountant | |
| 0.1.11.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1.1. | 1. (51) |
| The state of the s | day of <u>February</u> , 20 18 |
| Carridy A. Borden | Notary Public OFFICIAL SEAL |
| My commission expires 7/31/2022 | STATE OF WEST VIRGINI. NOTARY PUBLIC CASSIDY A BOARDMA 5301 1310 VV Med A2 10 1 My Commission Expires July 31 |

Operator's Well No. AUD7 HHS

| Lime | | nent Ibs/acre 40 |
|--|-----------|----------------------------------|
| Fertilizer amount 500 lbs/acre Mulch Hay 2 Tons/acre Seed Mixtures Temporary Seed Type lbs/acre 5 Tall Fescue 40 Tall Fescue Ladino Clover 5 Ladino Comparite the comparite to the comparite the comparite to the comparite t | Seed Type | Ibs/acre 40 |
| Mulch Hay 2 Tons/acre Seed Mixtures Temporary Seed Type lbs/acre 5 Tall Fescue 40 Tall Fescue Ladino Clover 5 Ladino C ** Pre-seed and mulch all cut area, maintain E&S standard Attach: | Seed Type | Ibs/acre 40 |
| Temporary Seed Type lbs/acre Seed Type Seed Typ | Seed Type | Ibs/acre 40 |
| Temporary Seed Type lbs/acre 5 Tall Fescue 40 Tall Fescue Ladino Clover 5 Ladino C ** Pre-seed and mulch all cut area, maintain E&S standard Attach: | Seed Type | Ibs/acre 40 |
| Tall Fescue 40 Tall Fescue Ladino Clover 5 Ladino C ** Pre-seed and mulch all cut area, maintain E&S standard Attach: | Seed Type | Ibs/acre 40 |
| Tall Fescue 40 Tall Fescue Ladino Clover 5 Ladino C ** Pre-seed and mulch all cut area, maintain E&S standard Attach: | cue | 40 |
| Ladino Clover 5 Ladino C ** Pre-seed and mulch all cut area, maintain E&S standa Attach: | | |
| ** Pre-seed and mulch all cut area, maintain E&S standa | Clover | 5 |
| Attach: | | • |
| Plan Approved by: Limited J. Sheywell | | |
| Comments: RECLOSA, RESEED & MULCH DS | 518 | RECEIVED Office of Oil and Ga |
| | | MAR 1 3 2018 |
| | | WV Department o |

Cuttings Disposal/Site Water

Cuttings -Haul off Company:

Eap Industries, Inc. DOT # 0876278 1575 Smith Two State Rd. Atlasburg, PA 15004 1-888-294-5227

Waste Management 200 Rangos Lane Washington, PA 15301 724-222-3272

Environmental Coordination Services & Recycling (ECS&R) 8237 US Highway 19 Cochranton, PA 16314 814-425-7773

Disposal Locations:

Apex Environnemental, LLC Permit # 06-08438 11 County Road 78 Amsterdam, OH 43903 740-543-4389

Westmoreland Waste, LLC Permit # 100277 111 Conner Lane Belie Vernon, PA 15012 724-929-7694

Sycamore Landfill Inc. Permit #R30-079001 05-2010 4301 Sycamore Ridge Road Hurricane, WV 25526 304-562-2611

Max Environnemental Technologies, Inc. Facility Permit # PAD004835146 / 301071 233 Max Lane Yukon, PA 25968 724-722-3500

Max Environnemental Technologies, Inc. Facility Permit # PAD05087072 / 301359 200 Max Drive Bulger, PA 15019 724-796-1571

Waste Management Kelly Run Permit # 100663 1901 Park Side Drive Elizabeth, PA 15037 412-384-7569

Waste Management South Hills (Arnoni) Permit # 100592 3100 Hill Road Library, PA 15129 724-348-7013 412-384-7569

Waste Management Arden Permit # 100172 200 Rangos Lane Washington, PA 15301 724-222-3272

Waste Management Meadowfill Permit # 1032 1488 Dawson Drive Bridgeport, WV 26330

Brooke County Landfill Permit # SWF-103-97 / WV 0109029 Rd 2 Box 410 Colliers, WV 26035 304-748-0014 RECEIVED Office of Oil and Gas

MAR 1 3 2018

WV Department of Environmental Protection

07/13/2018

Wetzel County Landfill Permit # SWF-1021-97 / WV 0109185 Rt 1 Box 156A New Martinsville, WV 26035 304-455-3800

Energy Solutions, LLC Permit # UT 2300249 423 West 300 South Suite 200 Salt Lake City, UT 84101

Energy Solutions Services, Inc. Permit # R-73006-L24 1560 Bear Creek Road Oak Ridge, TN 37830

Northern A-1 Environnemental Services Permit ID MID020906814 3947 US 131 North, PO Box 1030 Kalkaska, MI 49646 231-258-9961

Water Haul off Companies:

Dynamic Structures, Clear Creek DOT # 720485 3790 State Route 7 New Waterford, OH 44445 330-892-0164

Nabors Completion & Production Services Co. PO Box 975682 Dallas, TX 75397-5682

Select Energy Services, LLC PO Box 203997 Dallas, TX 75320-3997

Nuverra Environmental Solutions 11942 Veterans Memorial Highway Masontown, WV 26542

Mustang Olifield Services LLC PO Box 739 St. Clairsville, OH 43950

Wilson's Outdoor Services, LLC 456 Cracraft Road Washington, PA 15301

Disposal Locations:

Solidification
Waste Management, Arden Landfili Permit # 100172
200 Rangos Lane
Washington, PA 15301
724-225-1589

Solidification/Incineration
Soil Remediation, Inc. Permit # 02-20753
6065 Arrel-Smith Road
Lowelville, OH 44436
330-536-6825

Adams #1 (Buckeye Brine, LLC) Permit # 34-031-2-7177 23986 Airport Road Coshocton, OH 43812 740-575-4484 512-478-6545 CMS of Delaware Inc. DBA CMS Olifield Serv 301 Commerce Drive Moorestown, NJ 08057

Force, Inc. 1380 Rte. 286 Hwy. E, Sulte 303 Indiana, PA 15701

Solo Construction P.O. Box 544 St. Mary's, WV 26170

Equipment Transport 1 Tyler Court Carlisle, PA 17015

Myers Well Service, ____ 2001 Ballpark Court Export, PA 15632

Burns Drilling & Excavating 618 Crabapple Road P.O. Box Wind Ridge, PA 15380

Nichlos 1-A (SWIW #13) Permit # 3862 300 Cherrington Pkwy, Suite 200 Coraopolis, PA 15108 412-329-7275

Groselle (SWIW #34) Permit # 4096 Rt. 88 Garrettsville, OH 713-275-4816

Kemble 1-D Well Permit # 8780 7675 East Pike Norwich, Oh 43767 614-648-8898 740-796-6495

07/13/2018

Adams #2 (Buckeye Brine, LLC) 2205 Westover Road Austin Tx 78703 Permit # 34-031-2-7178 740-575-4484 512-478-6545

Adams #3 (Buckeye Brine, LLC) Permit #34-031-2-7241-00-00 2630 Exposition, Suite 117 Austin, TX 78703 512-478-6545

Mozena #1 Well (SWIW # 13) Permit # 34-157-2-5511-00-00 5367 E. State Street Newcomerstown, OH 43832 740-763-3966

Goff SWD #1 (SWIW # 27)
Permit # 34-119-2-8776-000
300 Cherrington Pkwy, Suite 200
Coraopolis, PA 15108
412-329-7275

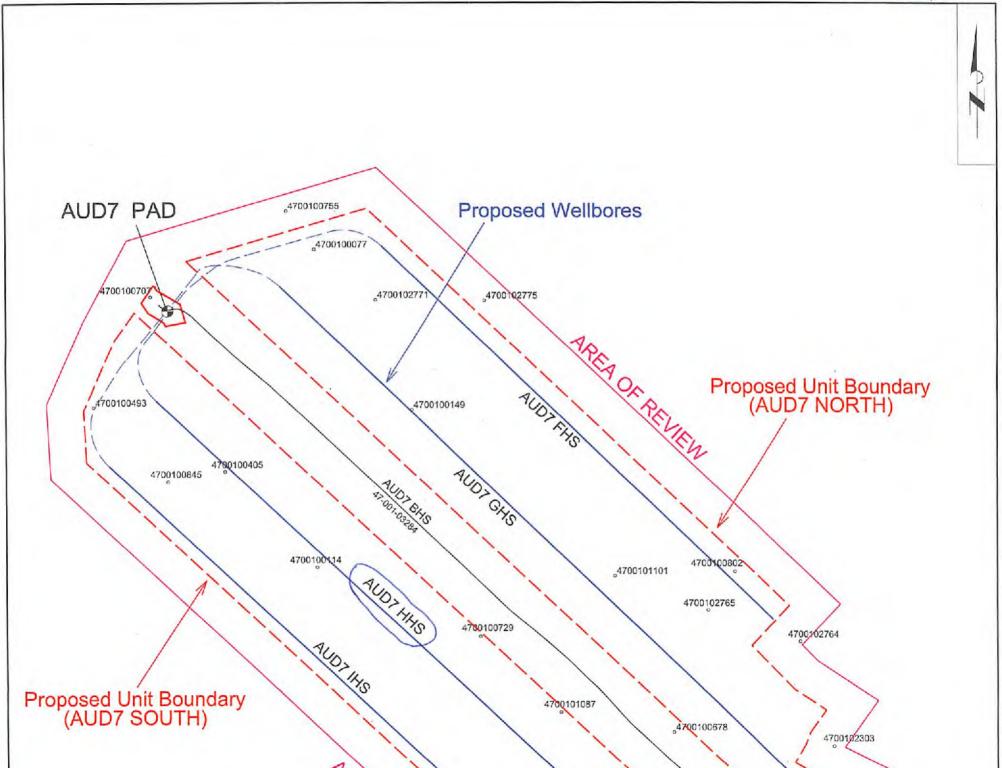
SOS D#1 (SWIW #12) Permit # 34-059-2-4202-00-00 Silcor Olifield Services, Inc. 2939 Hubbard Road Youngstown, PH 44505

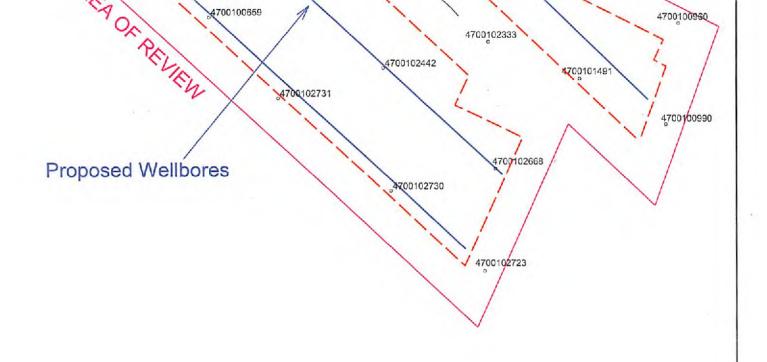
Dudley #1 UIC (SWIW #1)
Permit # 34-121-2-2459-00-00
Select Energy Services, LLC
7994 S. Pleasants Hwy
St. Marys, WV 26170
304-665-2652

OH UIC #1 Bu keye UIC Barnesville 1 & 2 CNX Gas Con...;any, LLC 1000 Consol Energy Drive Permit # 34-013-2-0609-00-00 Permit # 34-013-2-0614-00-00 304-323-6568

US Steele 11385 Permit # 47-001-00561 200 Evergreen Drive Waynesburg, PA 15730 304-323-6568

Chapin #7 UIC (SWIW #7)
Permit # 34-083-2-4137-00-00
Elkhead Gas& Oil Company
12163 Marne Rd. NE
Newark, OH 43055
740-763-3966





Office of Oil and Gas

MAR 1 3 2018

WV Department of Environmental Protection

0 1,320' SCALE: 1" = 1,320'

NOTE: See Attached Spreadsheet for Well Data

Area of Review for:

AUD7 PAD

AUD7 FHS Wellbore AUD7 GHS Wellbore AUD7 HHS Wellbore AUD7 IHS Wellbore

Philippi District, Barbour County, W.Va.

DATA SOURCE WVGES Data Set - 2017



EXISTING WELLS LOCATED WITH AUD7 PAD AND PROPOSED WELLS FHS,

| СТ | API | COUNTY | FARM | OPERATOR NAME |
|----|------------|---------|----------------------------|---------------------------------|
| 1 | 4700100077 | BARBOUR | Bly S Haller | Hope Natural Gas Company |
| 2 | 4700100114 | BARBOUR | Samuel E Wright | Consol Gas Co. |
| 3 | 4700100149 | BARBOUR | Bly S Haller | Consol Gas Co. |
| 4 | 4700100405 | BARBOUR | Orma Casto | Consol Gas Co. |
| 5 | 4700100493 | BARBOUR | E Malcomb 1 | Ross & Wharton Gas Co. |
| 6 | 4700100659 | BARBOUR | S-Western At Memphis | Consol Gas Co. |
| 7 | 4700100678 | BARBOUR | Dora B Andrick 1 | Elvis Energy, LLC |
| 8 | 4700100707 | BARBOUR | Junior Lantz | Consol Gas Co. |
| 9 | 4700100729 | BARBOUR | James M O'Neal | Consol Gas Co. |
| 10 | 4700100755 | BARBOUR | Bly Haller 2 | Energy Corp. of America |
| 11 | 4700100802 | BARBOUR | G L Daugherty | Dominion Enegy Transmission Inc |
| 12 | 4700100845 | BARBOUR | A Coontz | Energy Corp. of America |
| 13 | 4700100960 | BARBOUR | Bertsel Daugherty 1 | Energy Corp. of America |
| 14 | 4700100990 | BARBOUR | Ruth Woods Dayton | EQT Production Co. |
| 15 | 4700101087 | BARBOUR | E Talbott | J & J Enterprises, Inc. |
| 16 | 4700101101 | BARBOUR | Robert McDaniel | J & J Enterprises, Inc. |
| 17 | 4700101491 | BARBOUR | Lee Ketchum | Energy Corp. of America |
| 18 | 4700102303 | BARBOUR | John P Jones | Berry Energy, Inc. |
| 19 | 4700102333 | BARBOUR | Larry/D Corley | Energy Corp. of America |
| 20 | 4700102442 | BARBOUR | Eugene F Williams | Donald Williams |
| 21 | 4700102668 | BARBOUR | Eugene F Williams Sr | Berry Energy, Inc. |
| 22 | 4700102723 | BARBOUR | Larry & Deanna Corley 4 | Alliance Petroleum Corp. |
| 23 | 4700102730 | BARBOUR | William Daugherty etux 1 | Alliance Petroleum Corp. |
| 24 | 4700102731 | BARBOUR | Mark B Farnsworth 2 | Alliance Petroleum Corp. |
| 25 | 4700102764 | BARBOUR | Kenneth E Dadisman 1 | R&R Oil & Gas, LLC |
| 26 | 4700102765 | BARBOUR | Richard Jones etal 1 | Petroleum Development Corp. |
| 27 | 4700102771 | BARBOUR | Thomas K Wolfe 1 | Alliance Petroleum Corp. |
| 28 | 4700102775 | BARBOUR | Forrest/Lila Spurgeon 1 | Petroleum Development Corp. |
| 29 | 4700103284 | BARBOUR | Brian E. Murphy - AUD7 BHS | HG Energy II Appalachia, LLC |
| 30 | | | | |

SOURCE: WVGES DATASET (2017) and WVDEP WEBSITE (2/15/18)

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MAR 1 3 2018

WV Department of Environmental Protection

GHS, HHS & IHS (Revised 2/15/2018)

| FORMATION NAME | WELL TYPE | TVD | STATUS | LATITUDE | LONGITUDE |
|------------------|-----------------|-------|---------------|-----------|------------|
| Benson | Dry w/ Gas Show | 4,145 | P&A | 39.124227 | -80.076254 |
| Benson | Gas | 4,087 | ACTIVE | 39.112244 | -80.076016 |
| Benson | Gas | 3,964 | ACTIVE | 39.118197 | -80.071531 |
| Benson | Gas | 4,109 | ACTIVE | 39.115829 | -80.080458 |
| Benson | Gas | 4,107 | ACTIVE | 39.118203 | -80.086789 |
| Benson | Gas | 3,863 | ACTIVE | 39.103336 | -80.068612 |
| Benson | Gas | 4,142 | ACTIVE | 39.106140 | -80.058884 |
| Benson | Gas | 4,217 | ACTIVE | 39.122396 | -80.084081 |
| Benson | Gas | 3,850 | ABANDONED | 39.109678 | -80.068181 |
| Benson | Gas | 4,163 | ACTIVE | 39.125661 | -80.077604 |
| Benson | Dry w/ Gas Show | 4,164 | P&A | 39.112199 | -80.056026 |
| Benson | Gas | 4,194 | ACTIVE | 39.115428 | -80.083197 |
| Benson | Gas | 4,079 | ACTIVE | 39.103246 | -80.046028 |
| Benson | Gas | 4,070 | ABANDONED | 39.099434 | -80.046610 |
| Benson | Dry w/ Gas Show | 3,947 | P&A | 39.106852 | -80.064308 |
| Benson | Dry | 4,062 | P&A | 39.112001 | -80.061757 |
| Brallier | Gas | 5,408 | ACTIVE | 39.101122 | -80.050790 |
| Brallier | Gas | 5,404 | ABANDONED | 39.105666 | -80.051147 |
| Brallier | Gas | 5,552 | ACTIVE | 39.102476 | -80.055241 |
| Benson | Gas | 4,188 | ACTIVE | 39.101460 | -80.060266 |
| Greenland Gap Fm | Gas | 4,750 | ACTIVE | 39.097690 | -80.054868 |
| Greenland Gap Fm | Gas | 3,998 | ACTIVE | 39.093849 | -80.055372 |
| Greenland Gap Fm | Gas | 4,059 | ACTIVE | 39.096820 | -80.059893 |
| Greenland Gap Fm | Gas | 4,187 | ACTIVE | 39.100300 | -80.065291 |
| Greenland Gap Fm | Gas | 4,252 | ACTIVE | 39.109581 | -80.052823 |
| Greenland Gap Fm | Dry | 4,075 | P&A | 39.110741 | -80.057290 |
| Greenland Gap Fm | Gas | 4,139 | ACTIVE | 39.122342 | -80.073304 |
| Never Drilled | NA | NA | Never Drilled | 39.122343 | -80.068091 |
| Marcellus | Gas | 7,648 | ACTIVE | 39.122190 | -80.095241 |

HG Energy II Appalachia, LLC

Site Safety Plan

AUDRA 7 Well Pad 291 Townsend Rd Philippi, WV Barbour County

December 2017: Version 1

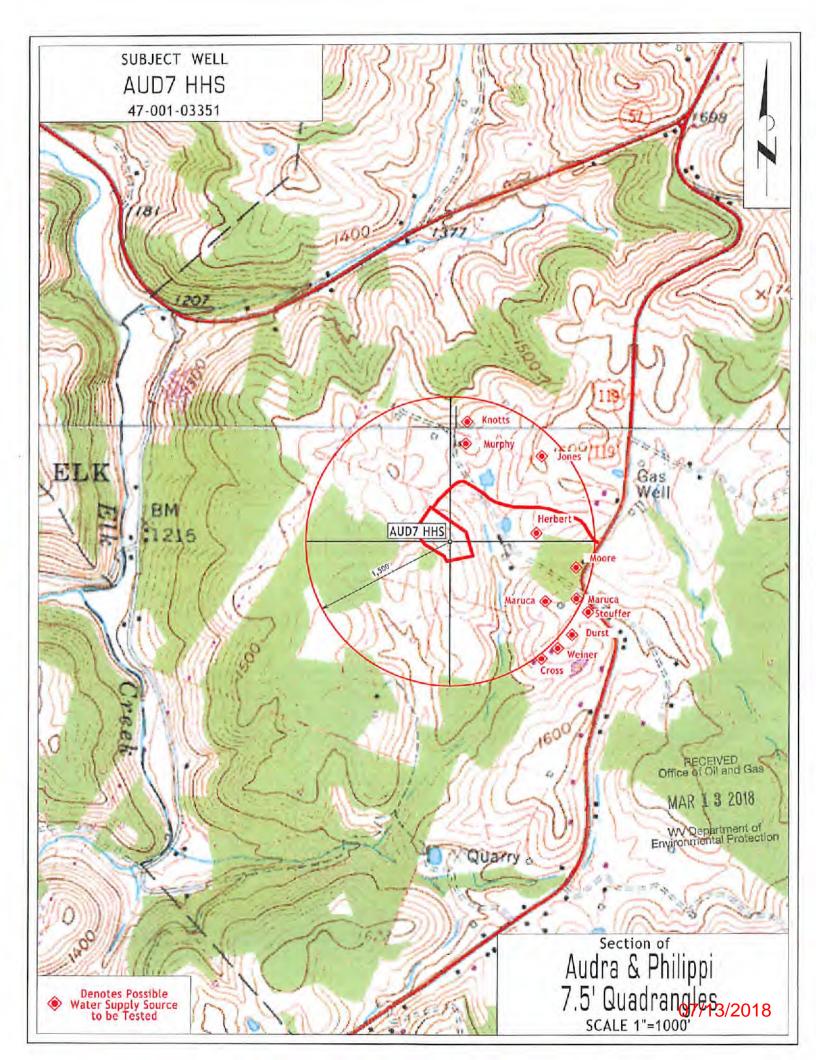
For Submission to
West Virginia Department of Environmental Protection,
Office of Oil and Gas

HG Energy II Appalachia, LLC 5260 Dupont Road Parkersburg, WV 26101 Office of Oil and Gas

MAR 1 3 2018

WV Department of Environmental Protection

Temmel L. Mayoreck



INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE Chapter 22, Article 6A, Section 5(a)(5) IN LIEU OF FILING LEASE(S) AND OTHER CONTINUING CONTRACT(S)

Under the oath required to make the verification on page 1 of this Notice and Application, I depose and say that I am the person who signed the Notice and Application for the Applicant, and that -

- (1) the tract of land is the same tract described in this Application, partly or wholly depicted in the accompanying plat, and described in the Construction and Reclamation Plan;
- (2) the parties and recordation data (if recorded) for lease(s) or other continuing contract(s) by which the Applicant claims the right to extract, produce or market the oil or gas are as follows:

| Lease Name or | | | | |
|---------------|-----------------------|-----------------------|---------|-----------|
| Number | Grantor, Lessor, etc. | Grantee, Lessee, etc. | Royalty | Book/Page |

* See Attached Lease Chains *

Acknowledgement of Possible Permitting/Approval In Addition to the Office of Oil and Gas

The permit applicant for the proposed well work addressed in this application hereby acknowledges the possibility of the need for permits and/or approvals from local, state, or federal entities in addition to the DEP, Office of Oil and Gas, including but not limited to the following:

- WV Division of Water and Waste Management
- WV Division of Natural Resources WV Division of Highways
- U.S. Army Corps of Engineers
- U.S. Fish and Wildlife Service
- County Floodplain Coordinator

The applicant further acknowledges that any Office of Oil and Gas permit in no way overrides, replaces, or nullifies the need for other permits/approvals that may be necessary and further affirms that all needed permits/approvals should be acquired from the appropriate authority before the affected activity is initiated.

| Well Operator: | HG Energy II | Appalachia, LLC |
|----------------|--------------|-----------------|
| By: | Diane White | Diane White |
| Its: | Agent | |
| | _ | |

Page 1 of

AUD 7 H Lease Chains Final Page 1 of 8

| Tract | HG Lease Number | MPID | Original Lessor | Original Lesses | Agreement Type | Royalty | Book | Page |
|-------|-----------------|------------------|---|---|----------------------|----------------------|-------|------|
| В | CNX085710 | 7-13-10, 7-13-11 | Junior Lantz and Lucy P. Lantz, his wife; Elmar Dean, single | Consolidated Gas Supply Corporation | Oll And Gas Lease | NOT LESS THAN 1/8 | L72 | 623 |
| | | | Consolidated Gas Supply Corporation | Consolidated Gas Transmission Corporation | Assignment | | L99 | 481 |
| | | | Consolidated Gas Transmission Corporation | CNG Transmission | Merger/Name Change | | HC 51 | 795 |
| | - | | CNG Transmission | Dominion Transmission, Inc. | Merger/Name Change | | HC 58 | 362 |
| _ | | | Dominion Transmission, Inc. | Consol Energy Holdings LLC XVI | Assignment | | L161 | 423 |
| | | | Consol Energy Holdings LLC XVI | Consol Gas Company | Merger | | 16 | 577 |
| _ | | | Consol Gas Company | CNX Gas Company LLC | Merger | | 17 | 1 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | V | 155 | 406 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 231 |
| _ | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | 1 |
| C | Q083486000 | 7-12-20 | Elsie Malcolm | Reeves Lewenthal | Oil And Gas Lease | NOT LESS THAN 1/8 | L66 | 428 |
| | 2000 | | Reeves Lewenthal | Apollo Petroleum | Assignment | | L72 | 593 |
| | | | Apollo Petroleum | Eastern American Energy Corporation | Assignment | | L126 | 145 |
| _ | | | Eastern American Energy Corporation | Energy Corporation of America | Merger / Name Change | 1 | L438 | 429 |
| _ | | | Eastern American Energy Corporation | Energy Corporation of America | Merger / Name Change | | 16 | 486 |
| | | | Energy Corporation of America | CNX Gas Company LLC | Assignment | | L165 | 36 |
| _ | - | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 406 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 231 |
| _ | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | - 1 |
| D | Q098699000 | 7-19-4 | Pearle Malcolm | Reeves Lewenthal | Oil And Gas Lease | NOT LESS THAN 1/8 | L68 | 522 |
| 12 | | | Reeves Lewenthal | Apollo Petroleum | Assignment | | L72 | 603 |
| | | | Apollo Petroleum | Eastern American Energy Corporation | Assignment | | L126 | 145 |
| | 1 | | Eastern American Energy Corporation | Energy Corporation of America | Merger / Name Change | | L438 | 429 |
| | - | | Eastern American Energy Corporation | Energy Corporation of America | Merger / Name Change | | 18 | 486 |
| _ | 1 | 7 7 7 7 7 7 7 | Energy Corporation of America | CNX Gas Company LLC | Assignment | | L164 | 557 |
| _ | | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 406 |
| - | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 231 |
| | | | Noble Energy | FIG Energy II Appalachia LLC | Assignment | | 178 | 1 |

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| Tract | HG Lease Number | MPID | Original Lessor | Original Lessee | Agreement Type | Royalty | Book | Page |
|-------|-----------------|---|---------------------------|--------------------------|-------------------|----------|------|------|
| | | 07-0018-0065-0002, 07-0018- 0085-0000, 07-0018-0001- 0000, 07-0018-0001-0007, 07- 0018-0001-0002, 07-0018- 0001-0003, 07-0018-0001- 0001, 07-0018-0001-0005, 07- 0718-0001-0004, 07-0018- 0001-0006, 07-0018-0085- 0001, 07-0018-0003-0002, 07- 0018-0003-0000, 07-0018- 0003-0003, 07-0018-0003- 0001 | | | | NOT LESS | | |
| F | CNX068852 | | Malcolm and Elsie Malcolm | Hope Natural Gas Company | Oil And Gas Lease | THAN 1/8 | L41 | 90 |

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| Tract | HG Lease Number | MPID | Original Lessor | Original Lessee | Agreement Type | Royalty | Book | Page |
|-------|-----------------|------------|---|---|----------------------|----------------------|-------|------|
| | | | Hope Natural Gas Company | Consolidated Gas Supply Corporation | Merger | | L53 | 261 |
| | | | Consolidated Gas Supply Corporation | Consolidated Gas Transmission Corporation | Assignment | | L99 | 481 |
| | | | Consolidated Gas Transmission Corporation | CNG Transmission | Merger / Name Change | | HC 51 | 795 |
| | | | CNG Transmission | Dominion Transmission, Inc. | Merger / Name Change | | HC 58 | 362 |
| _ | | | Dominion Transmission, Inc. | Consol Energy Holdings LLC XVI | Assignment | | L151 | 423 |
| _ | | | Consol Energy Holdings LLC XVI | Consol Gas Company | Merger | | 16 | 577 |
| _ | | | Consol Gas Company | CNX Gas Company LLC | Merger | | 17 | 1 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 40 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 23 |
| _ | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 170 | 1 |
| N | Q087536000 | 7-18-64 | SAMUEL E WRIGHT FT UX | CNX GAS COMPANY LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 166 | 498 |
| 14 | 400,00000 | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 40 |
| _ | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 23 |
| | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | - 1 |
| _ | | - A C (A - | | 7 - 2 - 2 - 7 | ATTEMPT OF STREET | NOTLESS | | |
| P | CNX058912 | 7-18-63 | James O'Neal | Consolidated Gas Supply Corporation | Oll And Gas Lease | THAN 1/8 | 73 | 22 |
| | | | Consolidated Gas Supply Corporation | Consolidated Gas Transmission Corporation | Assignment | | L76 | 44 |
| | | | Consolidated Gas Transmission Corporation | Sulpetro Resources, Inc. | Assignment-45% | | L103 | 273 |
| - | | | Sulpetro Resources, Inc. | Sulpetro United States, Inc. | Assignment - 45% | 1 | L103 | 275 |
| | | | Sulpetro United States, Inc. | Steaua Romana (US) Inc. | Assignment - 45% | | L103 | 28 |
| | 7-2-1 | | Consolidated Gas Transmission Corporation | CNG Transmission | Merger/Name Change | | HC 51 | 79. |
| _ | | | Steaua Romana (US) Inc. | Ambril Energy Corporation | Merger/Name Change | | L130 | 53 |
| _ | | | Ambril Energy Corporation | CNG Transmission | Assignment-45% | | L130 | 538 |
| _ | | | CNG Transmission | Dominion Transmission, Inc. | Merger/Name Change | | HC 58 | 363 |
| - | | | Dominion Transmission, Inc. | Consol Energy Holdings LLC XVI | Assignment | | L151 | 423 |
| | | | Consol Energy Holdings LLC XVI | Consol Gas Company | Merger | | 16 | 577 |
| _ | 1000 | | Consol Gas Company | CNX Gas Company LLC | Merger | 11.22 | 17 | 1 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 406 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 23 |
| | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | 1 | 178 | 1 |
| Ť | Q087652000 | 7-18-62 | MM MARGELLUS III LP | CNX GAS COMPANY LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 547 |
| - 1 | 2001032000 | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 406 |
| _ | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 231 |
| _ | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | 1 |

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| Tract | HG Lease Number | MPID | Original Lessor | Original Lessee | Agreement Type | Royalty | Book | Page |
|-------|-----------------|--------------------|--|-------------------------------------|------------------|----------------------|------|------|
| U | CNX059477 | 7-18-80, 7-18-60.1 | Dora Andrick; Virgil C. and Ethel L. Andrick; Samantha Robinson; Verda Ensminger; Josephine A. and Frank Jones C. Jones; Georgia K. Poling; Margaret Flanagan; Pearl G, and Jacob Daugherty; Robert B.Kelly; Corbin W. and Brenico M. Andrick; Elizabeth Stalnaker; Nellie Andrick; Russel G. and Bridget M. Andrick; Asher W. Kelly, Sr.; Juanita Harris; LeRoy and Irene Andrick; H.W. Andrick and Olive Andrick | Consolidated Gas Supply Corporation | Od And Gas Loase | NOT LESS THAN 1/8 | L62 | 644 |

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| Tract | HG Lease Number | MPID | Original Lesson | Original Lessee | Agreement Type | Royally | Book | Pagi |
|-------|-----------------|--|---|---|--------------------|----------------------|-------|------|
| | | | Consolidated Gas Supply Corporation | Consolidated Gas Transmission Corporation | Assignment | | L99 | 461 |
| | | | Consolidated Gas Transmission Corporation | CNG Transmission | Merger/Name Change | | HC 51 | 795 |
| | | | CNG Transmission | Dominion Transmission, Inc. | Merger/Name Change | 1 | HC 58 | 362 |
| | | | Dominion Transmission, Inc. | Consol Energy Holdings LLC XVI | Assignment | 1 | L151 | 42 |
| | | | Consol Energy Holdings LLC XVI | Consol Gas Company | Merger | 4 | 16 | 57 |
| | | | Consol Gas Company | CNX Gas Company LLC | Merger | | 17 | 1 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 40 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 23 |
| | - | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | 1 |
| V | CNX067990 | 7-18-59 | Verda Ensminger, widow | Consolidated Gas Supply Corporation | Oil And Gas Lease | NOT LESS THAN 1/8 | 1.56 | 14 |
| | | | Consolidated Gas Supply Corporation | Consolidated Gas Transmission Corporation | Assignment | | Las | 48 |
| | | | Consolidated Gas Transmission Corporation | CNG Transmission | Merger/Name Change | | HC 51 | 75 |
| | | | CNG Transmission | Dominion Transmission, Inc. | Marger/Name Change | | HC 58 | 36 |
| | | | Dominion Transmission, Inc. | Consol Energy Holdings LLC XVI | Assignment | | L151 | 42 |
| | | | Consol Energy Holdings LLC XVI | Consol Gas Company | Merger | | 16 | 57 |
| | | | Consol Gas Company | CNX Gas Company LLC | Merger | | 17 | |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 155 | 40 |
| | | | CNX Gas Company LLC | Noble Energy | Assignment | | 177 | 23 |
| _ | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | |
| Y & Z | Q084649017 | 7-18-87, 7-18-85, 7-20-2.2, 7- 20-2.1 | Edith B. Trader et vir | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 5 |
| | Q084849018 | | Theodore K. Andrick et ux | CNX Gas Company LLC | Oll And Gas Lease | NOT LESS THAN 1/8 | 164 | 51 |
| | Q084849019 | | Clayton G. Andrick et ux | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 52 |
| | Q084849020 | | Lorraine H. Allman | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 52 |
| | Q084849021 | | Charlotte R. Williams | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 165 | 7 |
| | Q084849022 | | West L. Andrick et ux | CNX Gas Company LLC | Oll And Gas Lease | NOT LESS THAN 1/8 | 165 | 8 |
| | Q084849023 | | Dorothy L. Tretter | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 165 | 9 |
| | Q084849024 | | Charles H. Lindsey et ux | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 165 | 9 |
| | Q084849025 | | Jean E. Ruth | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 45 |
| | Q084849028 | | Thomas B. Andrick | CNX Gas Company LLC | Oll And Gas Lease | NOT LESS THAN 1/8 | 164 | 46 |

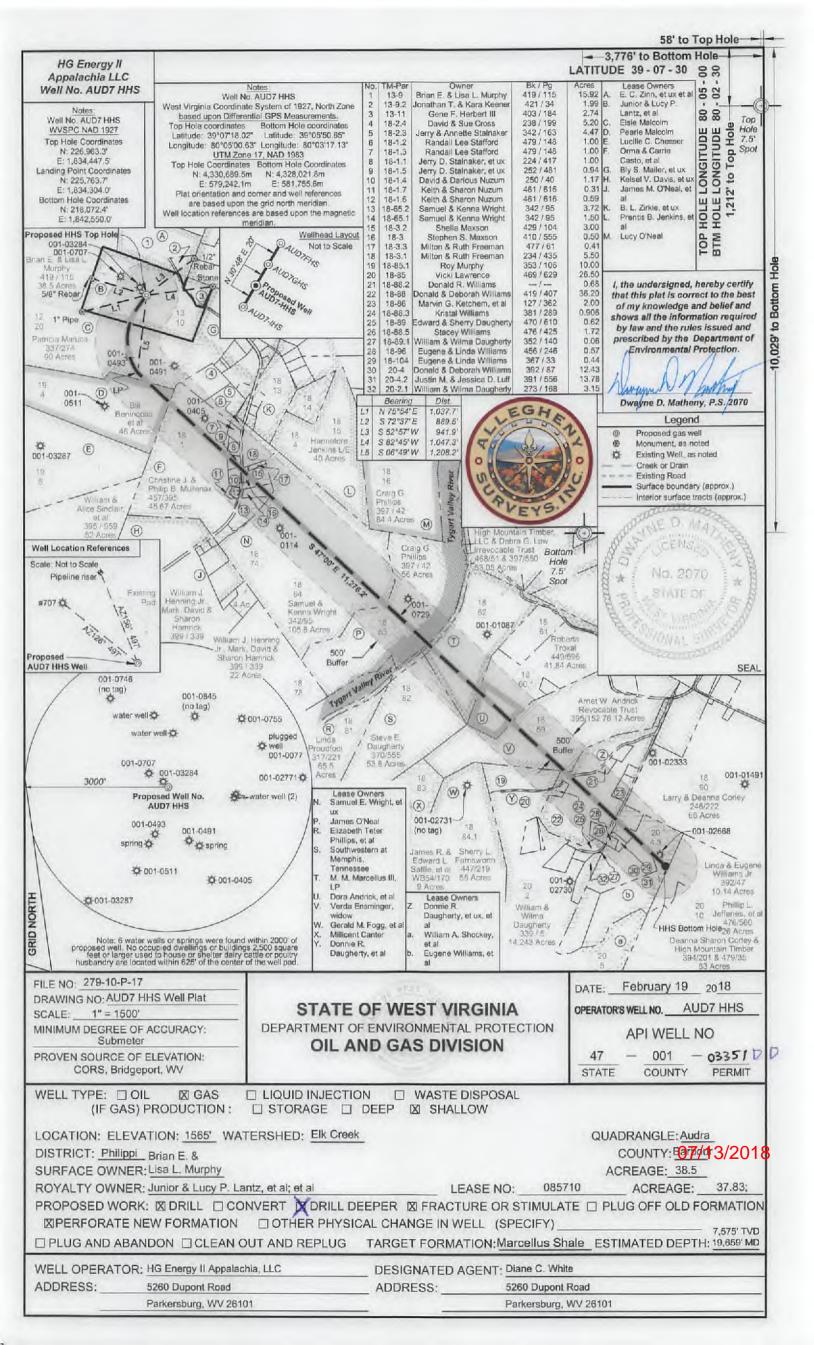
AUD 7 H Lease Chains Final Page 6 of 8

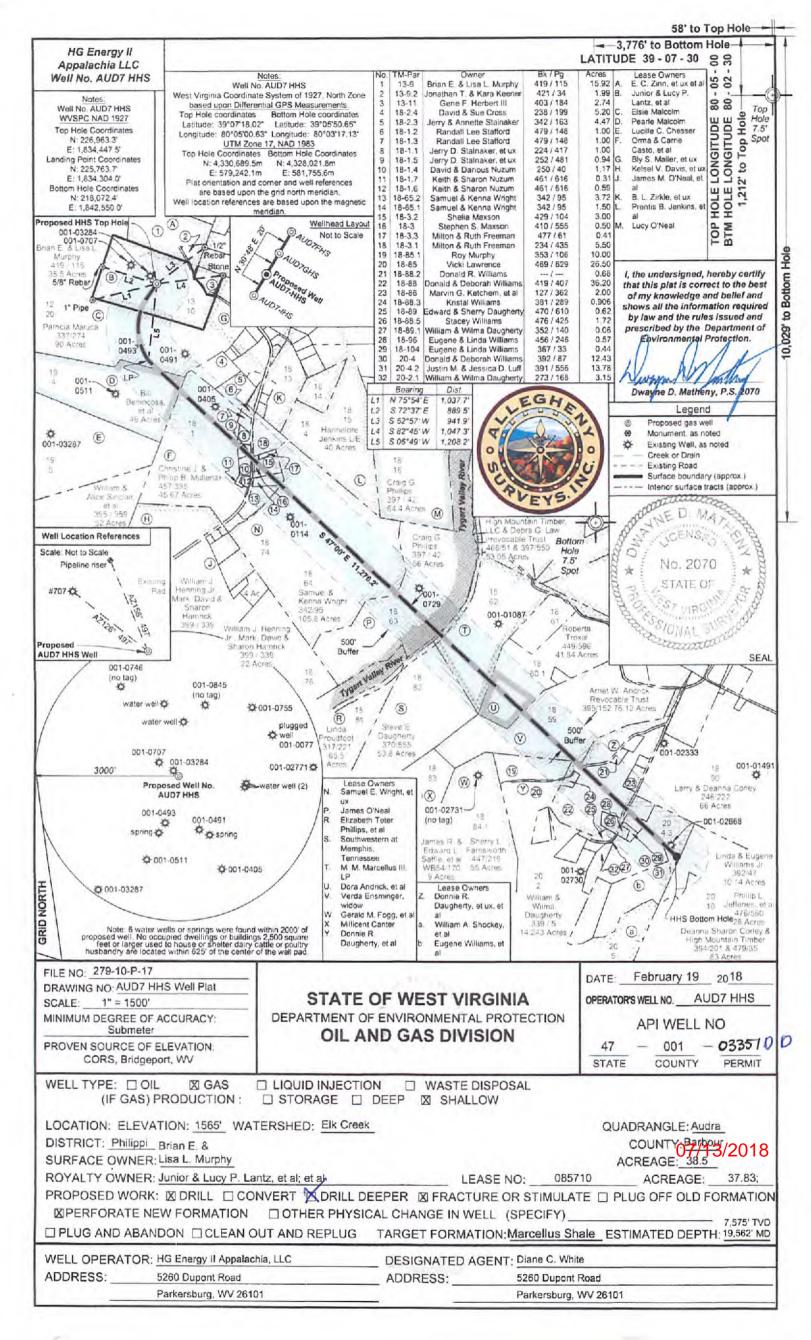
| Tract | HG Lease Number | MPID | Original Lessor | Original Lessee | Agreement Type | Royalty | Book | Page |
|-------|-----------------|------|-------------------------|---------------------|-------------------|----------------------|------|------|
| | Q084849027 | | Sadie M. Williams | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 469 |
| | Q084849028 | | Lloyd M. Allman et ux | CNX Gas Company LLC | Cil And Gas Lease | NOT LESS THAN 1/8 | 164 | 474 |
| | Q084849029 | | Grant Allman et ux | CNX Gas Company LLC | Cil And Gas Lease | NOT LESS THAN 1/8 | 164 | 479 |
| | Q084849030 | | Gladolene Martin et vir | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 484 |

| Tract | HG Lease Number | MPID | Original Lessor | Original Lessee | Agreement Type | Royalty | Book | Page |
|-------|---|--------------------------|--|--|-----------------------|----------------------|------|---------|
| Traut | He couse wanter | IVIII ICA | Cinguin Entroli | .0.9 | | NOTLESS | | 1 |
| | Q084849031 | | Stanley McDaniel et ux | CNX Gas Company LLC | Oli And Gas Lease | THAN 1/8 | 164 | 489 |
| | | | | | Automorphic Commencer | NOTLESS | | |
| | Q084849032 | | Arnett Wayne Andrick | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 164 | 494 |
| | Q084849033 | | Fontella E. Moore | CNX Gas Company LLC | Oil And Gas Lease | NOT LESS THAN 1/8 | 164 | 509 |
| | Q064649033 | | r dillolla L., Woold | TOTAL ONE CEMPERTY LEC | Oli 71110 CATO EGGIO | NOTLESS | 101 | 500 |
| | Q084849034 | | Jerry P. Andrick et ux | GNX Gas Company LLC | Oll And Gas Lease | THAN 1/8 | 164 | 499 |
| | 100000000000000000000000000000000000000 | | The second secon | 2 X 4 3 5 7 7 5 3 | NATIONAL CONTRACTOR | NOT LESS | 1.00 | 750 |
| | Q084849035 | | Linda Allman Still | GNX Gas Company LLC | Oll And Gas Lease | THAN 1/8 NOT LESS | 164 | 504 |
| | Q084849036 | | Gale M. Steele | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 165 | 101 |
| | Q084648036 | | Gale W. Slepio | Orek Olis Company CLO | Chirtist Card County | NOT LESS | 7.00 | 101 |
| | Q084849037 | | Larry M. Williams et ux | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 165 | 106 |
| | | | | The second second | | NOTLESS | | 1 |
| | Q084849038 | | Betty J. Huchlson | CNX Gas Company LLC | Oll And Gas Loase | THAN 1/8 | 166 | 111 |
| | The second second | | 8 | CNX Gas Company LLC | Oll And Gas Lease | NOT LESS THAN 1/8 | 165 | 391 |
| | Q084849039 | | Roger L. Andrick et ux | CNX Gas Company LLC | CALANIO CAS LIBERO | NOTLESS | (00) | 39 |
| | Q084849040 | | Erik D. Lawrence et ux | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 165 | 158 |
| | 3445-14-14-14 | | | | | NOT LESS | | |
| | Q084849041 | | Larry H. Williams et ux | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 185 | 86 |
| | 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - | | 4.000.000.000.000 | | | NOT LESS | dan | |
| | Q084849042 | | Deborah Kay Stout et vir | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 NOT LESS | 165 | 178 |
| | Q084849D43 | | Joe C. Andrick et ux | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 166 | 300 |
| _ | Googlegage | | The sale distribution of the | | 2000000 | NOT LESS | | |
| | Q084849044 | | Wellington Virt Andrick Jr. | CNX Gas Company LLC | Oil And Gas Lease | THAN 1/8 | 186 | 305 |
| | | | | Service Community of the Community of th | | NOT LESS | | 1 1 7.5 |
| | Q084849014 | | Donnie R. Daugherty et ux | CNX Gas Company LLC | Oll And Gas Lease | THAN 1/8 NOT LESS | 131 | 337 |
| | Q084849016 | | Rev David E. Brown et al | CNX Gas Company LLC | Oll And Gas Lease | THAN 1/8 | 131 | 344 |
| | Q084849010 | | CNX Gas Company LLC | Noble Energy | Assignment | 11 | 177 | 231 |
| | | | Noble Energy | HG Energy II Appalachia LLC | Assignment | | 178 | 1 |
| _ | | | treate strengt | The series of the property and | | | 170 | |
| | | | Committee of the commit | | | NOTLESS | | |
| b | Barry Energy Lease | 7-20-4, 7-20-3, 7-20-4.2 | Jerry L. Ware and Barbara J. Ware | Berry Energy Consultants and Managers, Inc. | Oil And Gas Lease | THAN 1/8 | 114 | 344 |
| | | | Elizabeth W. S. Cuthbert and William R. | | | NOT LESS | | |
| | | | Cuthbert | Berry Energy Consultants and Managers, Inc. | Oll And Gas Lease | THAN 1/8 | 114 | 391 |
| _ | | | | | | NOT LESS | | |
| | | | Joseph Pitman and Gladys Daugherty | Barry Energy Consultants and Managers, Inc. | Oil And Gas Lease | THAN 1/8 | 120 | 323 |
| | | | Eugene F. Williams, Sr. and Sadle M. Williams; | | | NOT LESS | | |
| | | | Nancy Williams | Berry Energy Consultants and Managers, Inc. | Oil And Gas Lease | THAN 1/8 | 122 | 341 |

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| Tract | HG Lease Number | MPID | Original Lessor | Original Lessee | Agreement Type | Royalty | Book | Page |
|-------|-----------------|------|---|-----------------------------|----------------|----------|------|------|
| | | | | | | NOT LESS | | |
| | | | Berry Energy Consultants and Managers, Inc. | HG Energy II Appalachia LLC | Assignment | THAN 1/8 | 135 | 179 |







HG Energy, LLC 5260 Dupont Road Parkersburg, WV 26101 (304) 420-1100 - Office (304) 863-3172 - Fax

February 21, 2018

Laura Adkins WV DEP Division of Oil & Gas 601 57th Street Charleston, WV 25304

RE:

Drilling Under Roads - AUD7 HHS (47-001-03351)

Philippi District, Barbour County

West Virginia

Dear Ms. Adkins:

HG Energy II Appalachia, LLC, is applying for a drilling permit for the above referenced well. The State of West Virginia has raised some concern as to HG's right to drill under Delta Route 8 and US Route 119.

Please be advised that according to the title information we have relied on in submitting this application, the State owns no oil and gas rights under said roads and/or railroads. HG has leased said rights from the appropriate parties as set forth on the accompanying Form WW-6A1.

Should you have any questions or desire further information, please contact me at dwhite@hgenergyllc.com or 304-420-1119.

Very truly yours,

Diane C. White

RECEIVED Office of Oil and Gas

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE CERTIFICATION

| 78.52.52.5 | | | API No. 47 | _ 001 _ 335 | 1 DD |
|--|---|--|--|--|--|
| | ce Certification: 03/05/2018 | | | Well No. AUD7 | HHS |
| | | | | ame: AUD7 | |
| Notice has | been given: | | | | |
| Pursuant to th | e provisions in West Virginia Code | § 22-6A, the Operator has provi | ided the req | uired parties w | ith the Notice Forms listed |
| | tract of land as follows: | | | | |
| State: | West Virginia | | Easting: | 579242.1 4330689.5 | |
| County: | Barbour | Public Road Acce | Northing: | Delta Rt 8/ US Ro | uta 110 |
| District: Quadrangle: | Philippi Audra | Generally used far | | Brian & Lisa Murp | A. 00 A. 01. |
| Watershed: | Elk Creek | Generally used fai | in name. | Drian & Elsa marp | |
| | | | | | |
| prescribed by it has provid information r of giving the requirements Virginia Cod | West Virginia Code § 22-6A-7(b), the secretary, shall be verified and seed the owners of the surface described and (c), so surface owner notice of entry to so of subsection (b), section sixteen (c) § 22-6A-11(b), the applicant shall have been completed by the applicant | shall contain the following information bed in subdivisions (1), (2) and ection sixteen of this article; (ii) arrivey pursuant to subsection (as of this article were waived in the standard proof of and certify to the | rmation: (14 and (4), substitute the reconstruction to the reconstruction to the reconstruction by the reconstruction of the reconst | A certification ection (b), secquirement was en of this articular the surface ow | on from the operator that (i) tion ten of this article, the deemed satisfied as a result the six-a; or (iii) the notice ther; and Pursuant to West |
| | West Virginia Code § 22-6A, the Op | parator has attached proof to th | is Notice Co | ertification | |
| that the Ope | rator has properly served the require | ed parties with the following: | 13 1101100 C | | OOG OFFICE USE ONLY |
| *PLEASE CHI | rator has properly served the require | ed parties with the following: | ED BECAU | JSE NO | |
| that the Ope | rator has properly served the require | ed parties with the following: NOTICE NOT REQUIR SEISMIC ACTIVITY WAS | ED BECAU | USE NO FED | ONLY RECEIVED/ |
| *PLEASE CHI 1. NO | rator has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY or | ed parties with the following: NOTICE NOT REQUIR SEISMIC ACTIVITY WAS VEY or NO PLAT SURVE | ED BECAU CONDUC EY WAS CO | USE NO FED ONDUCTED USE | ONLY RECEIVED/ NOT REQUIRED |
| *PLEASE CHI 1. NO | Tator has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY or TICE OF ENTRY FOR PLAT SURV | INOTICE NOT REQUIR SEISMIC ACTIVITY WAS VEY or NO PLAT SURVE NOTICE NOT REQUIR NOTICE NOT REQUIR | ED BECAU CONDUCT EY WAS CO ED BECAU PLAT SURV | USE NO FED ONDUCTED USE FEY | ONLY RECEIVED/ NOT REQUIRED RECEIVED RECEIVED/ |
| *PLEASE CHI 1. NO 2. NO 3. NO | Tator has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY or TICE OF ENTRY FOR PLAT SURV | Ed parties with the following: NOTICE NOT REQUIR SEISMIC ACTIVITY WAS EVEY or NO PLAT SURVE NOTICE NOT REQUIR NOTICE OF ENTRY FOR PWAS CONDUCTED or WRITTEN WAIVER B | ED BECAU CONDUCT EY WAS CO ED BECAU PLAT SURV | USE NO FED ONDUCTED USE FEY | ONLY RECEIVED/ NOT REQUIRED RECEIVED RECEIVED/ |
| that the Ope *PLEASE CHI 1. NO 2. NO 3. NO | TATALET HAS PROPERLY SERVED THE REQUIRE OF SEISMIC ACTIVITY OF THE OF ENTRY FOR PLAT SURVITCE OF INTENT TO DRILL OF | Ed parties with the following: NOTICE NOT REQUIR SEISMIC ACTIVITY WAS EVEY or NO PLAT SURVE NOTICE NOT REQUIR NOTICE OF ENTRY FOR PWAS CONDUCTED or WRITTEN WAIVER B | ED BECAU CONDUCT EY WAS CO ED BECAU PLAT SURV | USE NO FED ONDUCTED USE FEY | ONLY RECEIVED/ NOT REQUIRED RECEIVED RECEIVED/ NOT REQUIRED |

Required Attachments:

The Operator shall attach to this Notice Certification Form all Notice Forms and Certifications of Notice that have been provided to the required parties and/or any associated written waivers. For the Public Notice, the operator shall attach a copy of the Class II Legal Advertisement with publication date verification or the associated Affidavit of Publication. The attached Notice Forms and Certifications of Notice shall serve as proof that the required parties have been noticed as required under West Virginia Code § 22-6A. Pursuant to West Virginia Code § 22-6A-11(b), the Certification of Notice to the person may be made by affidavit of personal service, the return receipt card or other postal receipt for certified mailing.

> RECEIVED Office of Oil and Gas



Environmental Protection

Certification of Notice is hereby given:

THEREFORE, I Diane White _______, have read and understand the notice requirements within West Virginia Code § 22-6A. I certify that as required under West Virginia Code § 22-6A, I have served the attached copies of the Notice Forms, identified above, to the required parties through personal service, by registered mail or by any method of delivery that requires a receipt or signature confirmation. I certify under penalty of law that I have personally examined and am familiar with the information submitted in this Notice Certification and all attachments, 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 and imprisonment.

Well Operator: HG Energy II Appalachia, LLC

By: Diane White Diane White

Its: Agent

Telephone: 304-420-1119

OFFICIAL SEAL NOTARY PUBLIC, STATE OF WEST VIRGINIA

MARK J SCHALL, H G Energy L L C PO Box 5519, Vienna, WV 26105 My Commission Expires November 2, 2021 Address: 5260 Dupont Road

Parkersburg, WV 26101

Facsimile: 304-863-3172

day of March, 2018

Email: dwhite@hgenergyllc.com

Subscribed and sworn before me this 5th

Notary Public

My Commission Expires____

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as part of our regulatory duties. Your personal information may be disclosed to other State agencies or third parties in the normal course of business or as needed to comply with statutory or regulatory requirements, including Freedom of Information Act requests. Our office will appropriately secure your personal information. If you have any questions about our use or your personal information, please contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

RECEIVED Office of Oil and Gas

API NO. 47-001 - 03351 DD
OPERATOR WELL NO. AUD7 HHS
Well Pad Name: AUD7

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF APPLICATION

| Notice T | ime Requirement: | notice shall be provid | ed no later tha | n the ming | gate of permit applic | аноп. | |
|---|---|---|---|--|---|--|--|
| Date of N Notice of | | ate Permit Applicati | on Filed: 03/09 | 9/2018 | | | |
| | RMIT FOR ANY ELL WORK | | ATE OF APP JCTION OF A | | OR THE INDMENT OR PIT | | |
| Delivery | method pursuant | to West Virginia Coo | le § 22-6A-10 | (b) | | | |
| | RSONAL RVICE | REGISTERED MAIL | | | LIVERY THAT REQUESTATURE CONFIRM | | |
| registered sediment of the surface oil and gardescribed operator of more coal well work impounds have a war provide we proposed subsection records of provision Code R. § | mail or by any meth control plan required to of the tract on which is leasehold being de- in the erosion and so or lessee, in the event seams; (4) The own c, if the surface tract the start of the section is the sheriff required of this article to the 35-8-5.7.a requires | od of delivery that required by section seven of this chithe well is or is proposed by the propose ediment control plan subthet tract of land on where of record of the surfiction of the surfiction of the surfiction of the section nine of that are supply source located by humans or domesting to take place. (c)(1) If the section is to be maintained pursue contrary, notice to a lies, in part, that the operate | tires a receipt of is article, and the osed to be local divell work, if bmitted pursual tich the well present or tracement, constraint article; (5) A ded within one is animals; and more than threeds, the applicant and to section en holder is not tor shall also price and to section the shall also price article; and tor shall also price article. | or signature the well plated; (2) The surface opposed to bucts overlying uction, enlarly surface thousand fit (6) The ope tenants in at may serve eight, article notice to a rovide the Veryland of the Veryla | d by this article shall del confirmation, copies of to each of the following e owners of record of the tract is to be used for rection (c), section seven copies at the oil and gas lease for generation, reproved the deletion of the copies at the oil and gas lease for generation, reproved the deletion of the copies at the oil and gas lease for the copies at the documents required the documents required to one, chapter eleven-a oil and owner, unless the like Vell Site Safety Plan ("Vin section 15 of this rule). | the application, the persons: (1) The esurface tract or to add or other land of this article; (3) is known to be used being developair, removal or aborter of the well person of the person of this code. (2) Note that the late of the surface of the late of the | ne erosion and owners of record of tracts overlying the disturbance as The coal owner, anderlain by one or ed by the proposed andonment of any the applicant to ead which is used to an in which the described in described in the otwithstanding any andowner. W. Va. |
| ☑ Applic | cation Notice 🛭 W | VSSP Notice □E&S | Plan Notice | ☑ Well P | lat Notice is hereby | provided to: | |
| Name: | ACE OWNER(s) Brian E. & Lisa L. Murphy RR 1, Box 85-B2 Philippi, WV 26416 | | | Name: _ | OWNER OR LESSEE Kanawha Energy Company P. O. Box 266 Julian, WV 25529 | | |
| Name: Address: | 1 mippi, 777 20410 | | | Name: | OPERATOR | | |
| Name: Address: | P. O. Box 1248 Jane Lew, WV 26378 | oad and/or Other Dist | urbance) | SURFA AND/OR Name: | CE OWNER OF WAT WATER PURVEYOR "See Attached List" | TER WELL (s) | |
| Address: | | npoundments or Pits) | | □ OPERA | TOR OF ANY NATU | RAL GAS STOR | RAGE FIELD |
| Name: | | | | Address: | tach additional forms i | | - 1 |
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RECEIVED
Office of Oil and Gas

MAR 1 3 2018

07/10/20118 ent of Environmental Protection

State of West Virginia

Office of Oil and Gas

WW-6A - Additional Form

Notice of Application

AUD7 Well Pad - AUD7 FHS, GHS, HHS, IHS

List of Surface Owners of Possible Water Wells and/or Water Purveyors

Timothy J & Rebecka L Knotts, 440 Townsend Road, Philippi, WV 26416

Richard G & Gayle E Jones HWS, 1086 Buckhannon Road, Philippi, WV 26416

Gene F Herbert III, 541 Old Weston Road, Buckhannon, WV 26201

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RECEIVED Office of Oil and Gas

MAR 1 3 2018

API NO. 47- 06 L OPERATOR WELL NO. AUD7 HHS Well Pad Name: AUD7

WV Department of Environmental Protection

Notice is hereby given:

Pursuant to West Virginia Code § 22-6A-10(b), notice is hereby given that the undersigned well operator has applied for a permit for well work or for a certificate of approval for the construction of an impoundment or pit.

This Notice Shall Include:

Pursuant to W. Va. Code § 22-6A-10(b), this notice shall include: (1) copies of the application; (2) the erosion and sediment control plan required by section seven of this article; and (3) the well plat.

Pursuant to W. Va. Code § 22-6A-10(f), this notice shall include: (1) a statement of the time limits for filing written comments; (2) who may file written comments: (3) the name and address of the secretary for the purpose of filing the comments and obtaining additional information; and (4) a statement that the persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water.

Pursuant to W. Va. Code R. § 35-8-5,7.a, the operator shall provide the Well Site Safety Plan to the surface owner and any water purveyor or surface owner subject to notice and water testing as provided in section 15 of this rule.

Pursuant to W. Va. Code R. § 35-8-15.2.c, this notice shall: (1) contain a statement of the surface owner's and water purveyor's right to request sampling and analysis; (2) advise the surface owner and water purveyor of the rebuttable presumption for contamination or deprivation of a fresh water source or supply; advise the surface owner and water purveyor that refusal to allow the operator to conduct a pre-drilling water well test constitutes a method to rebut the presumption of liability; (3) advise the surface owner and water purveyor of his or her independent right to sample and analyze any water supply at his or her own expense; advise the surface owner and water purveyor whether or not the operator will utilize an independent laboratory to analyze any sample; and (4) advise the surface owner and or water purveyor that he or she can obtain from the Chief a list of water testing laboratories in the subject area capable of and qualified to test water supplies in accordance with standard acceptable methods.

Additional information related to horizontal drilling may be obtained from the Secretary, at the WV Department of Environmental Protection headquarters, located at 601 57th Street, SE, Charleston, WV 25304 (304-926-0450) or by visiting www.dep.wv.gov/oiland-gas/pages/default.aspx.

Well Location Restrictions

Pursuant to W. Va. Code § 22-6A-12, Wells may not be drilled within two hundred fifty feet measured horizontally from any existing water well or developed spring used for human or domestic animal consumption. The center of well pads may not be located within six hundred twenty-five feet of an occupied dwelling structure, or a building two thousand five hundred square feet or larger used to house or shelter dairy cattle or poultry husbandry. This limitation is applicable to those wells, developed springs, dwellings or agricultural buildings that existed on the date a notice to the surface owner of planned entry for surveying or staking as provided in section ten of this article or a notice of intent to drill a horizontal well as provided in subsection (b), section sixteen of this article was provided, whichever occurs first, and to any dwelling under construction prior to that date. This limitation may be waived by written consent of the surface owner transmitted to the department and recorded in the real property records maintained by the clerk of the county commission for the county in which such property is located. Furthermore, the well operator may be granted a variance by the secretary from these distance restrictions upon submission of a plan which identifies the sufficient measures, facilities or practices to be employed during well site construction, drilling and operations. The variance, if granted, shall include terms and conditions the department requires to ensure the safety and protection of affected persons and property. The terms and conditions may include insurance, bonding and indemnification, as well as technical requirements. (b) No well pad may be prepared or well drilled within one hundred feet measured horizontally from any perennial stream, natural or artificial lake, pond or reservoir, or a wetland, or within three hundred feet of a naturally reproducing trout stream. No well pad may be located within one thousand feet of a surface or ground water intake of a public water supply. The distance from the public water supply as identified by the department shall be measured as follows: (1) For a surface water intake on a lake or reservoir, the distance shall be measured from the boundary of the lake or reservoir. (2) For a surface water intake on a flowing stream, the distance shall be measured from a semicircular radius extending upstream of the surface water intake. (3) For a groundwater source, the distance shall be measured from the wellhead or spring. The department may, in its discretion, waive these distance restrictions upon submission of a plan identifying sufficient measures, facilities or practices to be employed during well site construction, drilling and operations to protect the waters of the state. A waiver, if granted, shall impose any permit conditions as the secretary considers necessary. (c) Notwithstanding the foregoing provisions of this section, nothing contained in this section prevents an operator from conducting the activities permitted or authorized by a Clean Water Act Section 404 permit or other approval from the United States Army Corps of Engineers within any waters of the state or within the restricted areas referenced in this section. (d) The well location restrictions set forth in this section shall not apply to any well on a multiple well pad if at least one of the wells was permitted prior to the effective date of this article. (e) The secretary shall, by December 31, 2012, report to the Legislature on the noise, light, dust and volatile organic compounds generated by the drilling of horizontal wells as they relate to the well location restrictions regarding occupied dwelling structures pursuant to this section. Upon a finding, if any, by the secretary that the well location restrictions regarding occupied dwelling structures are inadequate or otherwise require alteration to address the items

API NO. 47- 60 1 0335 | DI) OPERATOR WELL NO. AUD7 HHS

Well Pad Name: AUD7

examined in the study required by this subsection, the secretary shall have the authority to propose for promulgation legislative rules establishing guidelines and procedures regarding reasonable levels of noise, light, dust and volatile organic compounds relating to drilling horizontal wells, including reasonable means of mitigating such factors, if necessary.

Water Well Testing:

Pursuant to West Virginia Code § 22-6A-10(d), notification shall be made, with respect to surface landowners identified in subsection (b) or water purveyors identified in subdivision (5), subsection (b) of this section, of the opportunity for testing their water well. The operator shall provide an analysis to such surface landowner or water purveyor at their request.

Water Testing Laboratories:

Pursuant to West Virginia Code § 22-6A-10(i), persons entitled to notice pursuant to subsection (b) of this section may contact the department to ascertain the names and locations of water testing laboratories in the subject area capable and qualified to test water supplies in accordance with standard accepted methods. In compiling that list of names the department shall consult with the state Bureau for Public Health and local health departments. A surface owner and water purveyor has an independent right to sample and analyze any water supply at his or her own expense. The laboratory utilized by the operator shall be approved by the agency as being certified and capable of performing sample analyses in accordance with this section.

Rebuttable Presumption for Contamination or Deprivation of a Fresh Water Source or Supply:

W. Va. Code § 22-6A-18 requires that (b) unless rebutted by one of the defenses established in subsection (c) of this section, in any action for contamination or deprivation of a fresh water source or supply within one thousand five hundred feet of the center of the well pad for horizontal well, there is a rebuttable presumption that the drilling and the oil or gas well or either was the proximate cause of the contamination or deprivation of the fresh water source or supply. (c) In order to rebut the presumption of liability established in subsection (b) of this section, the operator must prove by a preponderance of the evidence one of the following defenses: (1) The pollution existed prior to the drilling or alteration activity as determined by a predrilling or prealteration water well test. (2) The landowner or water purveyor refused to allow the operator access to the property to conduct a predrilling or prealteration water well test. (3) The water supply is not within one thousand five hundred feet of the well. (4) The pollution occurred more than six months after completion of drilling or alteration activities. (5) The pollution occurred as the result of some cause other than the drilling or alteration activity. (d) Any operator electing to preserve its defenses under subdivision (1), subsection (c) of this section shall retain the services of an independent certified laboratory to conduct the predrilling or prealteration water well test. A copy of the results of the test shall be submitted to the department and the surface owner or water purveyor in a manner prescribed by the secretary. (e) Any operator shall replace the water supply of an owner of interest in real property who obtains all or part of that owner's supply of water for domestic, agricultural, industrial or other legitimate use from an underground or surface source with a comparable water supply where the secretary determines that the water supply has been affected by contamination, diminution or interruption proximately caused by the oil or gas operation, unless waived in writing by that owner. (f) The secretary may order the operator conducting the oil or gas operation to: (1) Provide an emergency drinking water supply within twenty-four hours; (2) Provide temporary water supply within seventy-two hours; (3) Within thirty days begin activities to establish a permanent water supply or submit a proposal to the secretary outlining the measures and timetables to be used in establishing a permanent supply. The total time in providing a permanent water supply may not exceed two years. If the operator demonstrates that providing a permanent replacement water supply cannot be completed within two years, the secretary may extend the time frame on case-by-case basis; and (4) Pay all reasonable costs incurred by the real property owner in securing a water supply. (g) A person as described in subsection (b) of this section aggrieved under the provisions of subsections (b), (e) or (f) of this section may seek relief in court... (i) Notwithstanding the denial of the operator of responsibility for the damage to the real property owner's water supply or the status of any appeal on determination of liability for the damage to the real property owner's water supply, the operator may not discontinue providing the required water service until authorized to do so by the secretary or a court of competent jurisdiction.

Written Comment:

Pursuant to West Virginia Code § 22-6A-11(a), all persons described in subsection (b), section ten of this article may file written comments with the secretary as to the location or construction of the applicant's proposed well work within thirty days after the application is filed with the secretary. All persons described in West Virginia Code § 22-6A-10(b) may file written comments as to the location or construction of the applicant's proposed well work to the Secretary at:

Chief, Office of Oil and Gas Department of Environmental Protection 601 57th St. SE Charleston, WV 25304 (304) 926-0450

Such persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water. NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT.



API NO. 47- 06 L 0 33 SI DP OPERATOR WELL NO. AUD7 HHS Well Pad Name: AUD7

Time Limits and Methods for Filing Comments.

The law requires these materials to be served on or before the date the operator files its Application. You have THIRTY (30) DAYS after the filing date to file your comments. Comments must be filed in person or received in the mail by the Chief's office by the time stated above. You may call the Chief's office to be sure of the date. Check with your postmaster to ensure adequate delivery time or to arrange special expedited handling. If you have been contacted by the well operator and you have signed a "voluntary statement of no objection" to the planned work described in these materials, then the permit may be issued at any time.

Pursuant to West Virginia Code § 22-6A-11(c)(2), Any objections of the affected coal operators and coal seam owners and lessees shall be addressed through the processes and procedures that exist under sections fifteen, seventeen and forty, article six of this chapter, as applicable and as incorporated into this article by section five of this article. The written comments filed by the parties entitled to notice under subdivisions (1), (2), (4), (5) and (6), subsection (b), section ten of this article shall be considered by the secretary in the permit issuance process, but the parties are not entitled to participate in the processes and proceedings that exist under sections fifteen, seventeen or forty, article six of this chapter, as applicable and as incorporated into this article by section five of this article.

Comment Requirements

Your comments must be in writing and include your name, address and telephone number, the well operator's name and well number and the approximate location of the proposed well site including district and county from the application. You may add other documents, such as sketches, maps or photographs to support your comments.

Disclaimer: All comments received will be placed on our web site http://www.dep.wv.gov/oil-and-gas/Horizontal-Permits/Pages/default.aspx and the applicant will automatically be forwarded an email notice that such comments have been submitted. The applicant will be expected to provide a response to comments submitted by any surface owner, water purveyor or natural gas storage operator noticed within the application.

Permit Denial or Condition

The Chief has the power to deny or condition a well work permit. Pursuant to West Virginia Code § 22-6A-8(d), the permit may not be issued or be conditioned, including conditions with respect to the location of the well and access roads prior to issuance if the director determines that:

- (1) The proposed well work will constitute a hazard to the safety of persons;
- (2) The plan for soil erosion and sediment control is not adequate or effective;
- (3) Damage would occur to publicly owned lands or resources; or
- (4) The proposed well work fails to protect fresh water sources or supplies.

A permit may also be denied under West Virginia Code § 22-6A-7(k), the secretary shall deny the issuance of a permit if the secretary determines that the applicant has committed a substantial violation of a previously issued permit for a horizontal well, including the applicable erosion and sediment control plan associated with the previously issued permit, or a substantial violation of one or more of the rules promulgated under this article, and in each instance has failed to abate or seek review of the violation within the time prescribed by the secretary pursuant to the provisions of subdivisions (1) and (2), subsection (a), section five of this article and the rules promulgated hereunder, which time may not be unreasonable.

Pursuant to West Virginia Code § 22-6A-10(g), any person entitled to submit written comments to the secretary pursuant to subsection (a), section eleven of this article, shall also be entitled to receive from the secretary a copy of the permit as issued or a copy of the order modifying or denying the permit if the person requests receipt of them as a part of the written comments submitted concerning the permit application. Such persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water.

RECEIVED Office of Oil and Gas



Email:

API NO. 47- 001 0335100 OPERATOR WELL NO. AUD7 HHS Well Pad Name: AUD7

Notice is hereby given by:

Well Operator: HG Energy II Appalachia, LLC

Telephone: 304-420-1119

Diane White dwhite@hgenergyllc.com

Address: 5260 Dupont Road

Parkersburg, WV 26101

Facsimile: 304-863-3172

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as part of our regulatory duties. Your personal information may be disclosed to other State agencies or third parties in the normal course of business or as needed to comply with statutory or regulatory requirements, including Freedom of Information Act requests. Our office will appropriately secure your personal information. If you have any questions about our use or your personal information, please contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

OFFICIAL SEAL NOTARY PUBLIC. STATE OF WEST VIRGINIA MARK J SCHALL H G Energy L L C PO Box 5519, Vienna, WV 26105 My Commission Expires November 2, 2021

day of February 2018 Subscribed and sworn before me this 27th

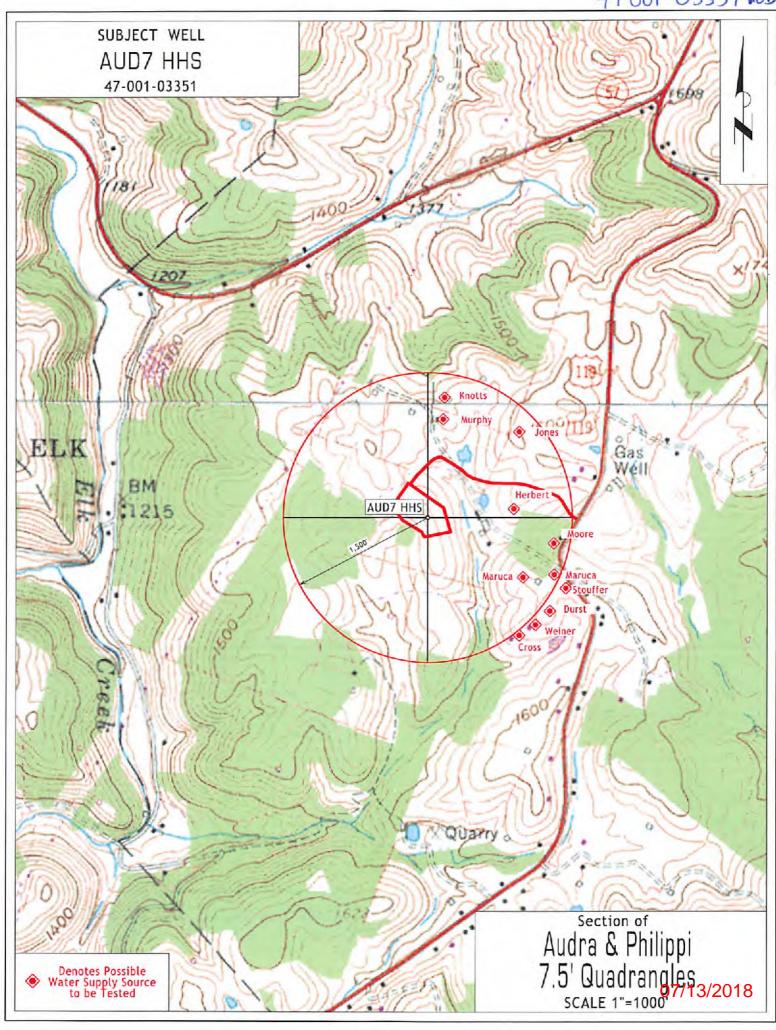
Notary Public

My Commission Expires

RECEIVED Office of Oil and Gas

MAR 1 3 2018

WV Department of Environmental Protection



POSSIBLE WSW OWNERS WITHIN 1,500' OF:

AUD7 PAD

| DISTRICT | TM | PARCEL | OWNER | ADDRESS | PHONE |
|----------|----|--------|-----------------------------------|---|-------------------------|
| Philippi | 13 | 9 | MURPHY BRIAN E & LISA L | RR 1 BOX 85-B2 , PHILIPPI , WV 26416 | Declined Wlater Samp |
| Philippi | 13 | 8 | KNOTTS TIMOTHY J & REBECKA L | 440 TOWNSEND RD, PHILIPPI, WV 26416 | |
| Philippi | 13 | 15.26 | JONES RICHARD G & GAYLE E HWS | 1086 BUCKHANNON RD , PHILIPPI , WV 26416 | |
| Philippi | 13 | 11 | HERBERT GENE F III | 541 OLD WESTON RD , BUCKHANNON , WV 26201 | |
| Philippi | 13 | 12 | MOORE DUANE E | 1386 BUCKHANNON RD , PHILIPPI , WV 26416 | Declined water sampling |
| Philippi | 13 | 13 | MARUCA PATRICIA | 13 TOWNSEND RD , PHILIPPI , WV 26416 | Declined water sampling |
| Philippi | 18 | 2.7 | STOUFFER RACHEL R | PO BOX 4074 , CLARKSBURG , WV 26302 | Not within 1500' |
| Philippi | 18 | 2.2 | DURST MARTIN GENE & BARBARA JOHWS | 89 LILAC LN , PHILIPPI , WV 26416 | Not within 1500' |
| Philippi | 18 | 2.8 | WEINER JESSE D & JESSICA E | 113 LILAC LN , PHILIPPI , WV 26416 | Not within 1500 |
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RECEIVED Office of Oil and Gas

MAR 1 3 2018

WV Department of Environmental Protection

10/17

WW-6A4 (1/12)

Operator Well No. AUD7 HHS

1-0335100

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF INTENT TO DRILL

Pursuant to W. Va. Code § 22-6A-16(b), the Notice of Intent to Drill is only required if the notice requirements of W. Va. Code § 22-6A-10(a) have NOT been met or if the Notice of Intent to Drill requirement has NOT been waived in writing by the surface owner.

| Date of Notice | | be provided at least TEN (10) days prior to filing a Date Permit Application Filed: 11/09/2017 | permit application. RECEIVED Office of Oil and | Gas |
|--|--|---|--|--------|
| | A COLUMN TO SECTION | rginia Code § 22-6A-16(b) | MAR 1 3 20 | 8 |
| Delivery men | iou pursuant to trest th | gina code § 22 or ro(a) | WV Departmen | of |
| ☐ HAND | CERTIFIE | D MAIL | Environmental Pro | ection |
| DELIVE | RY RETURN | RECEIPT REQUESTED | | |
| receipt request drilling a hority of this subsect subsection materials and if available | ted or hand delivery, give zontal well: <i>Provided</i> , Th ion as of the date the notic y be waived in writing by | , at least ten days prior to filing a permit application the surface owner notice of its intent to enter upon that notice given pursuant to subsection (a), section the was provided to the surface owner: <i>Provided, however</i> the surface owner. The notice, if required, shall include the content of the operator and | he surface owner's land for the purpose of en of this article satisfies the requirements wever, That the notice requirements of this lude the name, address, telephone number, | |
| | E. & Lisa L. Murphy | | | |
| Address: RR 1 | | Address: | | |
| Philip | opi, WV 26416 | | | |
| the surface ow State: | mer's land for the purpose West Virginia | of drilling a horizontal well on the tract of land as for | bllows: 4330689.52 | |
| County: District: | Barbour Philippi | Public Road Access: | 579242.06 US 119 | |
| County: | Barbour | VIM NAD 83 Northing: | 27 y 13 y 27 1 | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob | Public Road Access: | US 119 Brian E. & Llsa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori located at 601 | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob 57 th Street, SE, Charleston | Public Road Access: Generally used farm name: 6A-16(b), this notice shall include the name, add address of the operator and the operator's authorization from the Secretary, at the WV Department of | US 119 Brian E. & Llsa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori located at 601 Notice is her | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob 57 th Street, SE, Charleston reby given by: | Public Road Access: Generally used farm name: 6A-16(b), this notice shall include the name, add address of the operator and the operator's authorization from the Secretary, at the WV Department of the New York (25304 (304-926-0450) or by visiting www.d | US 119 Brian E. & Llsa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx. | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori located at 601 Notice is her | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob 57 th Street, SE, Charleston | Public Road Access: Generally used farm name: 6A-16(b), this notice shall include the name, add address of the operator and the operator's authorization from the Secretary, at the WV Department of the New York (25304 (304-926-0450) or by visiting www.d | US 119 Brian E. & Llsa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx. | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori located at 601 Notice is her Well Operator | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob 57 th Street, SE, Charleston reby given by: HG Energy II Appalachia, LLC | Public Road Access: Generally used farm name: 6A-16(b), this notice shall include the name, add address of the operator and the operator's authorization from the Secretary, at the WV Department on, WV 25304 (304-926-0450) or by visiting www.d | Brian E. & Lisa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx. | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori located at 601 Notice is her Well Operator | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob 57 th Street, SE, Charleston reby given by: HG Energy II Appalachia, LLC 5260 Dupont Road | Public Road Access: Generally used farm name: 6A-16(b), this notice shall include the name, add address of the operator and the operator's authorization from the Secretary, at the WV Department on, WV 25304 (304-926-0450) or by visiting www.d | Brian E. & Llsa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx. Diane White Diane White 5260 Dupont Road | |
| County: District: Quadrangle: Watershed: This Notice Pursuant to V facsimile num related to hori located at 601 Notice is her Well Operator Address: | Barbour Philippi Audra Elk Creek Shall Include: Vest Virginia Code § 22- aber and electronic mail a izontal drilling may be ob 57 th Street, SE, Charleston reby given by: HG Energy II Appalachia, LLC 5260 Dupont Road Parkersburg, WV 28101 | Public Road Access: Generally used farm name: 6A-16(b), this notice shall include the name, add ddress of the operator and the operator's authorization from the Secretary, at the WV Department on, WV 25304 (304-926-0450) or by visiting www.d Authorized Representative Address: | Brian E. & Llsa L. Murphy ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx. Diane White Diane White 5260 Dupont Road Parkersburg, WV 26101 | |

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as part of our regulatory duties. Your personal information may be disclosed to other State agencies or third parties in the normal course of business or as needed to comply with statutory or regulatory requirements, including Freedom of Information Act requests. Our office will appropriately secure your personal information. If you have any questions about our use or your personal information, please contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

WW-6A5 (1/12) Operator Well No. AUD7 HHS

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF PLANNED OPERATION

| Notice Time Date of Noti | Requirement: notice sh | | o later than the fili pplication Filed: | | t application. |
|--|---|--|--|--|--|
| Delivery me | thod pursuant to West | Virginia Code § | 22-6A-16(c) | | |
| ■ CERTI | FIED MAIL | П | HAND | | |
| | RN RECEIPT REQUES | LED . | DELIVERY | | |
| KEIU | KN KECER I KEQUES | itto | DELIVERT | | |
| return receipthe planned required to be drilling of a damages to the drilling of notice. | t requested or hand delive operation. The notice re e provided by subsection horizontal well; and (3) he surface affected by oil | ery, give the surfacequired by this so (b), section ten of A proposed surface and gas operation in shall be given to | ace owner whose I ubsection shall in f this article to a s ace use and comp as to the extent the to the surface own | and will be used for clude: (1) A copy urface owner who ensation agreement damages are comparts. | ication, an operator shall, by certified mail for the drilling of a horizontal well notice of of this code section; (2) The information is a land will be used in conjunction with the nt containing an offer of compensation for appensable under article six-b of this chapter, isted in the records of the sheriff at the time |
| | ss listed in the records of | | | | |
| Name: Brian E. | | are offering at the | / Nam | ie: | |
| Address: RR | | | Add | ress: | |
| Phili | ppi, WV 26416 | | | | |
| State: County: District: | the surface owner's land West Virginia Barbour | 77.7 D. F. | UTM NA | Facting | 4330689.52 |
| Quadrangle: | Philippi Audra | | | used farm name: | Brian E. & Lisa L. Murphy |
| Watershed: | Elk Creek | | Generally | used farm name. | priority of the control of the contr |
| Pursuant to V to be provid horizontal we surface affect information | ed by W. Va. Code § 2 ell; and (3) A proposed s ted by oil and gas opera related to horizontal dril , located at 601 57 th Str | 22-6A-10(b) to a surface use and contions to the external ing may be obta | surface owner whompensation agree at the damages are tined from the Sec | ose land will be ment containing a compensable un- cretary, at the WV | code section; (2) The information required used in conjunction with the drilling of a n offer of compensation for damages to the der article six-b of this chapter. Additional Department of Environmental Protection or by visiting |

needed to comply with statutory or regulatory requirements, including Freedom of Information Act requests. Our office will appropriately secure your personal information. If you have any questions about our use or your personal information, please contact

DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

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WEST VIRGINIA DEPARTMENT OF TRANSPORTATION Division of Highways

1900 Kanawha Boulevard East • Building Five • Room 110 Charleston, West Virginia 25305-0430 • (304) 558-3505

February 27, 2018

Thomas J. Smith, P. E. Secretary of Transportation/ Commissioner of Highways

> Jill M. Newman Deputy Commissioner

James A. Martin, Chief Office of Oil and Gas Department of Environmental Protection 601 57th Street, SE Charleston, WV 25304

Subject: DOH Permits for the AUD 7HS Well Pad, Barbour County

AUD 7FHS

AUD 7GHS

AUD 7HHS

AUD 7IHS

Dear Mr. Martin,

This well site will be accessed from Permit #07-2013-0267 transferred to HG Energy II Appalachia, LLC for access to the State Road for a well site located off of US Route 119 in Barbour County.

The operator has signed a STATE WIDE OIL AND GAS ROAD MAINTENANCE BONDING AGREEMENT and provided the required Bond. This operator is currently in compliance with the DOH OIL AND GAS POLICY dated January 3, 2012.

Very Truly Yours,

Gary K. Clayton, P.E.

Regional Maintenance Engineer Central Office O&G Coordinator

Cc: Diane White

HG Energy II Appalachia, LLC

CH, OM, D-7

File

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MAR 1 3 2018

WV Department of Environmental Protection

HG Energy II Appalachia, LLC List of Frac Additives by Chemical Name and CAS

AUD7 Well Pad (GHS,FHS,HHS,IHS)

| Chemical Name | CAS# | Multiple CAS #'s |
|-----------------------------|------------|------------------|
| Pro Shale Slik 405 | Mixture | 68551-12-2 |
| | | 7647-14-5 |
| | | 12125-02-9 |
| | | 64742-47-8 |
| Pro Hib II | Mixture | 68412-54-4 |
| | | 68607-28-3 |
| | | 107-21-1 |
| | | 111-76-2 |
| | | 67-56-1 |
| | | 107-19-7 |
| Silica Sand and Ground Sand | Mixture | 14808-60-7 |
| | | 1344-28-1 |
| | | 1309-37-1 |
| | | 13463-67-7 |
| Hydrochloric Acid 22 DEG BE | 7647-01-0 | |
| PROGEL - 4.5 | 64742-96-7 | |
| BIO CLEAR 2000 | Mixture | 25322-68-3 |
| | | 10222-01-2 |
| SCALE CLEAR SI 112 | 107-21-1 | |
| PROBREAK 4 | Mixture | 57-50-1 |
| | | 107-21-1 |
| Sulfamic Acid | 5329-14-6 | |
| PRO - Flow - 102-N | Mixture | 67-63-0 |
| | | 68439-45-2 |
| | | 2687-96-9 |
| PROGEL - 4 | 9000-30-0 | |

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WVDEP OOG ACCEPTED AS-BUILT

CONTAINMENT PLAN AUD7HS WELL SITE

BARBOUR COUNTY, WEST VIRGINIA FOR

HG ENERGY LLC II APPALACHIA



REFERENCES: USGS - PHILIPPI DUADRANGLE , WV 7,5 MINUTE SERIES



PROJECT NO. 17098-001

FEBRUARY 2018

DIEFFENBAUCH & HRITZ



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