

west virginia department of environmental protection

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

January 22, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-1706433, issued to ANTERO RESOURCES CORPORATION, is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

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

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

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

James Martin

Chief

Operator's Well No: DOWNS UNIT 1H Farm Name: PERINE, JUNIOR

API Well Number: 47-1706433

Permit Type: Horizontal 6A Well

Date Issued: 01/22/2014

Promoting a healthy environment.

PERMIT CONDITIONS47 1 7 0 0 6 4 3 3

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 (USACOE). Through this permit, you are hereby being advised to consult with USACOE 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 fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 3. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the fill material shall be within plus or minus 2% of the optimum moisture content as determined by the standard proctor density test, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort. Each lift must meet 95 % compaction of the optimum density based on results from the standard proctor density test of the actual soils used in specific engineered fill sites. Each lift shall be tested for compaction, with a minimum of two tests per lift per acre of fill. All test results shall be maintained on site and available for review.
- 4. Operator shall install signage per § 22-6A-8g (6) (B) at all source water locations included in their approved water management plan within 24 hours of water management plan activation.
- 5. Oil and gas water supply wells will be registered with the Office of Oil and Gas and all such wells will be constructed and plugged in accordance with the standards of the Bureau for Public Health set forth in its Legislative rule entitled Water Well Regulations, 64 C.S.R. 19. Operator is to contact the Bureau of Public Health regarding permit requirements. In lieu of plugging, the operator may transfer the well to the surface owner upon agreement of the parties. All drinking water wells within fifteen hundred feet of the water supply well shall be flow tested by the operator upon request of the drinking well owner prior to operating the water supply well.
- 6. Pursuant to the requirements pertaining to the sampling of domestic water supply wells/springs the operator shall, no later than thirty (30) days after receipt of analytical data provide a written copy to the Chief and any of the users who may have requested such analyses.
- 7. If any explosion or other accident causing loss of life or serious personal injury occurs in or about a well or well work on a well, the well operator or its contractor shall give notice, stating the particulars of the explosion or accident, to the oil and gas inspector and the Chief, within 24 hours of said accident.
- 8. During the casing and cementing process, in the event cement does not return to the surface, the oil and gas inspector shall be notified within 24 hours.

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

1) Well Opera	tor: Antero	Resources Corpora	ation	494488557	017-Doddridge	Greenbrier	Big Isaac 7.5'
				Operator ID	County	District	Quadrangle
2) Operator's	Well Numbe	er: Downs Unit 1H	-	Well Pa	ad Name: Wagn	er Pad (exi	sting)
3) Farm Name	e/Surface Ow	vner: Junior Perin	ne	Public Ro	oad Access: CR	44	
4) Elevation, c	current groun	nd: 1270'	Ele	vation, proposed	d post-construction	on: 1270'	
5) Well Type	(a) Gas Other	Oi	il	Uno	derground Storag	ge	
	(b)If Gas	Shallow	1	Deep			pen
		Horizontal =	1				P
6) Existing Page	d: Yes or No	Yes			_		1-4
		ion(s), Depth(s), A D, Anticipated Thick					Mix
8) Proposed To	otal Vertical	Depth: 7400' TVI	D				
9) Formation a	t Total Verti	cal Depth: Marce	ellus Si	hale			
10) Proposed 7	Total Measur	ed Depth: 17,75	0' MD				
11) Proposed I	Horizontal Le	eg Length: 9,852	2!				
12) Approxima	ate Fresh Wa	iter Strata Depths:		176', 208', 334'			
13) Method to	Determine F	resh Water Depths	s: Of	fset well records. De	epths have been adj	usted accordi	ng to surface elevations.
14) Approxima	ate Saltwater	Depths: 575', 17	797', 1	946'			
15) Approxima	ite Coal Sear	n Depths: 328', 6	48', 13	76'			
16) Approxima	ite Depth to l	Possible Void (coa	al min	e, karst, other):	None anticipated		
		cation contain coal ent to an active mir		s Yes	No.	√	
(a) If Yes, pro	ovide Mine I	nfo: Name:					
		Depth:					DECEME
		Seam:				Off	ice of Oiland O
		Owner:					on and G
							JAN 1 0 2014

WV Department of Environmental Protection Page 1 of 3

WW-6B (9/13)

18)

CASING AND TUBING PROGRAM

TYPE	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor						_	
	20"	New	H-40	94#	40'	40'	CTS, 38 Cu. Ft.
Fresh Water	13-3/8"	New	J-55/H-40	54.5#/ 48#	385'	385' *See #19	CTS, 535 Cu. Ft.
Coal	9-5/8"	New	J-55	36#	2450'	2450'	CTS, 998 Cu. Ft.
Intermediate							
Production	5-1/2"	New	P-110	20#	17750'	17750'	4489 Cu. Ft.
Tubing	2-3/8"	New	N-80	4.7#		7100'	
Liners							

1-9 ms

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

PACKERS

Kind:	N/A		
Sizes:	N/A		
Depths Set:	N/A		

RECEIVED
Office of Oil and Gas

JAN 1 0 2014

WV Department of Environmental Protection

WW-6B (9/13)

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
Drill, perforate, fracture a new horizontal shallow well and complete Marcellus Shale. *Antero will be air drilling the fresh water string which makes it difficult to determine when freshwater is encountered, therefore we have built in a buffer for the casing setting depth which helps to ensure that all fresh water zones are covered.
20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:
Antero plans to pump Slickwater into the Marcellus Shale formation in order to ready the well for production. The fluid will be comprised of approximately 99 percent water and sand, with less than 1 percent special-purpose additives as shown in the attached "List of Anticipated Additives Used for Fracturing or Stimulating Well."
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 4.03 acres (existing)
22) Area to be disturbed for well pad only, less access road (acres): 4.03 acres (existing)
23) Describe centralizer placement for each casing string:
Conductor: no centralizers Surface Casing: one centralizer 10' above the float shoe, one on the insert float collar and one every 4th joint spaced up the hole to surface. Intermediate Casing: one centralizer above float joint, one centralizer 5' above float collar and one every 4th collar to surface. Production Casing: one centralizer at shoe joint and one every 3 joints to top of cement in intermediate casing.
24) Describe all cement additives associated with each cement type:
Conductor: no additives, Class A cement.
Surface: Class A cement with 2-3% calcium chloride Intermediate: Class A cement with 1/4 lb of flake, 5 gallons of clay treat
Production: Lead cement- 50/50 Class H/Poz + 1.5% salt + 1% C-45 + 0.5% C-16a + 0.2% C-12 + 0.45% C-20 + 0.05% C-51
Production: Tail cement- Class H + 45 PPS Calcium Carbonate + 1.0% FL-160 + 0.2% ACGB-47 + 0.05% ACSA-51 + 0.2% ACR-20
25) Proposed borehole conditioning procedures:
Conductor: blowhole clean with air, run casing, 10 bbls fresh water.
Surface: blowhole clean with air, trip to conductor shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate pipe capacity + 40 bbls fresh water spacer.

Intermediate: blowhole clean with air, trip to surface casing shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate 40 bbls brine

*Note: Attach additional sheets as needed.

Environmental Protection

API Number 47 - 017	4	7	1	7	0	0	6	4	3	3
Operator's Wel	l No), D	owns (Jnit 1	Н					

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Antero Resources Corporation OP Code 494488557
Watershed (HUC 10) Tributary of Johnson Fork Quadrangle Big Isaac 7.5'
Elevation 1270' County Doddridge District Greenbrier
Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes No Will a pit be used? Yes No Will a pit be used? Yes No Will a pit be used at this after (Driffing and Flowback Fluids will be stored in tanks. Cuttings will be tanked and hauled off site.) Will a synthetic liner be used in the pit? Yes No Will be used at this after (Driffing and Flowback Fluids will be stored in tanks. Cuttings will be tanked and hauled off site.) Will a synthetic liner be used in the pit? Yes No Will be used at this after (Driffing and Flowback Fluids will be stored in tanks. Cuttings will be tanked and hauled off site.)
If so, please describe anticipated pit waste: No pit will be used at this site (Driffing and Flowback Fluids will be stored in tanks. Cuttings will be tanked and hazzled off site.)
Will a synthetic liner be used in the pit? Yes No If so, what ml.? N/A
Land Application Underground Injection (UIC Permit Number) Reuse (at API Number Future permitted well locations when applicable. API# will be provided on Form WR-34 Off Site Disposal (Supply form WW-9 for disposal location) (Meadowfill Landfill Permit #SWF-1032-98) Other (Explain
Will closed loop system be used? If so, describe: Yes
Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. Duta/Staff Foats, Production - Water Based Mud
-If oil based, what type? Synthetic, petroleum, etc. N/A
Additives to be used in drilling medium? Please See Attachment
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Stored in tanks, removed offsite and taken to landfill.
-If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust) N/A
-Landfill or offsite name/permit number? Meadowfill Landfill (Permit #SWF-1032-98)
I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issued on August 1, 2005, by the Office of Oil and Gas of the West Virginia Department of Environmental Protection. I understand that the provisions of the permit are enforceable by law. Violations of any term or condition of the general permit and/or other applicable law or regulation can lead to enforcement action. I certify under penalty of law that I have personally examined and am familiar with the information submitted on this application form and all attachments thereto and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine or imprisonment. Company Official Signature Company Official Title Environmental & Regulatory Manager
Subscribed and sworn before me this 9 day of Occ , 20 Lisa BOTTINELLI Notary Public AN 1 0 20 4 Notary ID 2014 2016 Subscribed and sworn before me this 9 day of Occ , 20 Lisa BOTTINELLI Notary Public AN 1 0 20 4 Notary ID 2014 2014 Protection My commission expires 119 2016 My Commission Expires Nov. 9, 2016 My Commission Expires Nov. 9, 2016 My Commission Expires Nov. 9, 2016

Form WW-9 Operator's Well No. Downs Unit 1H **Antero Resources Corporation** Proposed Revegetation Treatment: Acres Disturbed 14.27 Prevegetation pH _____Tons/acre or to correct to pH 6.5 Fertilizer type Hay or straw or Wood Fiber (will be used where needed) Fertilizer amount 500 lbs/acre Mulch 2-3 Tons/acre Existing Road A (1.79)+ Existing Road B (0.42)+ Existing Tank Pad (4.69) + Existing Drill Pad (4.03) + Existing Parking Areas (1.81) + Spoil Pad C (1.53) = 14.27 Existing Acres **Seed Mixtures Temporary** Permanent Seed Type lbs/acre Seed Type lbs/acre Tall Fescue 45 Tall Fescue 45 Perennial Rye Grass 20 Perennial Rye Grass 20 *or type of grass seed requested by surface owner *or type of grass seed requested by surface owner Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided) Photocopied section of involved 7.5' topographic sheet. UNEAS Contact inspector before Conductors set Field Reviewed? WV Department of Environmental Protection





