

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

July 17, 2013

WELL WORK PERMIT

Secondary Recovery Well

This permit, API Well Number: 47-3305754, issued to HG ENERGY, LLC, 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: T.J. CHAPLAIN #132

Farm Name: MYERS, ORVILLE ET AL.

API Well Number: 47-3305754

Permit Type: Secondary Recovery Well

Date Issued: 07/17/2013

PERMIT CONDITIONS

West Virginia Code § 22-6-11 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. 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 § 22-6-20, 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.
- 2. Pursuant to 35 CSR § 4-19.1.a, at the request of the surface owner all water wells or springs within 1000 feet of the proposed well that are actually utilized for human consumption, domestic animals or other general use shall be sampled and analyzed.
- 3. Pursuant to 35 CSR § 4-19.1.c, if the operator is unable to sample and analyze any water well or spring within one thousand (1,000) feet of the permitted well location, the Office of Oil and Gas requires the operator to sample, at a minimum, one water well or spring located between one thousand (1,000) feet and two thousand (2,000) feet of the permitted well location.
- 4. All pits must be lined with a minimum of 20 mil thickness synthetic liner.
- 5. In the event of an accident or explosion causing loss of life or serious personal injury in or about the well or while working on the well, the well operator or its contractor shall give notice, stating the particulars of the accident or explosion, to the oil and gas inspector and the Chief within twenty-four (24) hours.
- 6. No land application of pit fluids.

WW-3B 10/07



1) Date		N	Iay 14, 20	13	
2) Operator's Well	No.	T	J. Chapl	ain No	. 132
3) API Well No.	47	-	033		
	State		County		Permit
4) UIC Permit No.		J	IIC2R033	01AP	

STATE OF WEST VIRGINIA NOTICE OF LIQUID INJECTION OR WASTE DISPOSAL WELL WORK PERMIT APPLICATION FOR THE DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS

5)	WELL TYPE:		Liqui	d Injection	X		Gas Inject	ion (not stora	age)	Waste Dis	posal	
6)	LOCATION:		Elevation	_				atershed		h of Lick Run		
		District		Tennile	09	Co	unty Ha	rrison 33		Quadrangle	Wolf Summit 7.5'	692
7)	WELL OPERA	ATOR:	HG Ener	rgy, LLC		494497	7948 8)]	DESIGNATE	D AGENT	: Mike	Kirsch	
				pont Road						5260 1	Dupont Road	
	-		Parkersl	ourg, WV	26101					Parke	rsburg, WV 26101	
9)	OIL & GAS IN	SPECTO	OR TO BE	NOTIFIE	ED:		10)	DRILLING	CONTRA	CTOR:		
			Sam Wa				-		Nam			
		Address	P. O. Box		00001				Addres	s		
			Buckhar	nnon, WV	26201	-						
11)	PROPOSED V	VELL WO	ORK:		X		Drill Deep		Redri			
					-	ld Forma			New Form	nation	Convert	
				Other			e in Well (speci	ty)				
12)	Geological tar	get forma	ation		Fifth S	Sand	De	pth	3,010	Ft. (Top) to	3,016 Ft. (F	Bottom)
13)	Estimated dep	th of con	apleted we	ell (or actu	al dept	h of exis	ting well)	3050' TVI	D 3150' T	MD Ft.		
14)	Approximate v	vater str	ata depth	s:	Fresh		250	Ft.		Salt	1,635 Ft.	
15)	Approximate of	oal seam	depths:			600		Ft.				
16)	Is coal being n					7	l'es	X	No			
17)	Virgin reservo	ir pressu	re in targ	et formati	on:			1,250	psig.	Source	Estimated	
18)	Estimated rese	ervoir fra	cture pre	ssure:				2,650	psig.			
19)	MAXIMUM PI				ERATIO	NS.	Volume per ho	ur 25 BBI		Bottom Hole Pres	sure 2,400 p	ei
20)							NJECTED, INC nd improve oil		DDITIVES	Fresh water, p	roduced water, bac	ericides
21)	FILTERS (IF A	ANY)		Cartridge	filters	and/or c	oal bed filters					
22)	SPECIFICATI	ON FOR	CATHOI	DIC PROT	ECTIO	N AND (OTHER CORRC	SION CONT	TROL			
0.01			2 22 6 6 7									
23)	CASING AND	TUBING	3 PROGR	AM					-	1		
	ING OR		SPECI	FICATION	VS.		- Cheral Children	INTERVAL	S	CEMENT FILL	JP PACKE	RS
	ING TYPE	Size	Grade	Weight	New	Used	For Drilling	Left i	n Well	OR SACKS (CU.		
2.17.25.10	uctor										Kinds	
	n Water	7"	L.S.	17#	X		675'	67	5'	Cement to Surfac	and the second s	
Coal	11.									1	Sizes	
	mediate uction	4 1/2"	J-55	10.5#	X		0150	211	E0!	150	2.375" x 4.5"	1
Fubi	Control of the Contro	2 3/8"	J-55	4.6#			3150'	31	10.00	150 sacks	Depths Set 2750'	
Line		2 3/0	9-99	4.0#	X		2850'	28			Perforations	
- Inter	.6			-						1	Top Botto	m
					- 5						Top Botto	
										P.ecei	ved	
24)	APPLICANTS	OPERA	FING RIG	HTS were	acqui	red from	Jos	ephine K. M	vers	Recei	oil & Gas	
-/	by Deed		Lease			her Cont	-	Dated		ary 28, 1994	of record in th	e
	_		Harrison				Office in		Book	1248 at Pag		

SDW 5/23/2013 WW-3A 10/07

> 5) Surface Owner(s) To Be Served (a) Name Orville Myers

> > Address

RR 4, Box 531



1) Date:		May 14, 2	013		
2) Operator's We	ll No.	T. J. Chap	lain N	o. 132	
3) API Well No.	47	033			
	State	County		Permit	
4) UIC Permit No	0.	UIC2R033	301AP		

STATE OF WEST VIRGINIA

NOTICE OF LIQUID INJECTION OR WASTE DISPOSAL WELL WORK PERMIT APPLICATION Check # 108 FOR THE DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS

7 (a) Coal Operator

Name

Address

	Salem, WV 26426		
(b) Name	Brian V. Huffman	7 (b) Coal Owner(s	s) With Declaration Of Record
Address	RR 4, Box 530	Name	NA
	Salem, WV 26426	Address	
(c) Name			
Address		Name	
		Address	
-		-	
6) Inspector	Sam Ward	7(c) Coal Lessee W	Vith Declaration Of Record
Address	P. O. Box 2327		Wolf Run Mining Co.
	Buckhannon, WV 26201	-	2708 Cranberry Square
Telephone	389-7583		Morgantown, WV 26505
	ON(S) NAMED ABOVE: You should have	. 1/1: 6	orm and the following documents:
THE REASON YOUNG WHICH ARE SULTANE NOT REQUITED THE NOT REQUITED TO THE NOTICE OF THE	sed for the first injection or waste disposal is OU RECEIVED THESE DOCUMENTS IS THAT YO MMARIZED IN THE "INSTRUCTIONS" ON FORM IRED TO TAKE ANY ACTION AT ALL. der Chapter 22-6 of the West Virginia Code, the undersigne companying documents for a Well Work Permit with the Chitection, with respect to a well at the location described on the is Notice, the Application, the plat, and the Construction and ivered by hand to the person(s) named above (or by publication).	ww-3(A) DESIGNA ed well operator propose of of the Office of Oil a ne attached Application d Reclamation Plan ha	REGARDING THE APPLICATION ATED TO YOU, HOWEVER YOU ses to file or has filed this Notice and and Gas, West Virginia Department of and depicted on the attached Form ave been mailed by registered or
mailing or delivery	to the Chief.		
	The person signing this document shall make the	following certificat	ion:
De Production of the		Wall Ossestan	HG Energy, LLC
	alty of law that I have personally examined and am	Well Operator Address	5260 Dupont Road
	formation submitted in this document and all attachments my inquiry of those individuals immediately responsible		Parkersburg, WV 26101
and that, based on i	formation, I believe that the information is true acculiate	as	Turnersonia, iii zoroz
and complete. I am	aware that there are significant penalties for submitting	By:	Diane C. White
		Tto	Accountant
ATTECH ATTECHNESS OF THE PARTY	ncluding the possibility of fine and imprisonment."	110	
		Signature	Diane White
Oil and Gas Privacy	y Notice		
The Office of Oil an Your personal infor	d Gas processes your personal information, such as name, a mation may be disclosed to other State agencies or third pa	nddress and phone nur rties in the course of b	mber, as a part of our regulatory duties. ousiness 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 of your personal information, please contact DEP's Chief Privacy Officer at:

have any questions about our use of your personal information, please contact DEP's Chief Privacy Officer at:

WW-2B1

Well No. T. J. Chaplain No. 132

West Virginia Department of Environmental Protection Office of Oil and Gas

NOTICE TO SURFACE OWNERS

The well operator named below is preparing to file for a permit from the state to drill a new well. Before a well work permit can be filed with the Chief of the Office of Oil and Gas, the well operator is required to have given notice of the right to request water well or spring analytical testing. This notice shall be given to the owners or occupants of land which have a water well or spring being utilized for human consumption, domestic animals, or other general use and which is located within 1000 feet of the proposed well site.

With this form, the operator is giving you notice of your right to request analytical testing, The operator is required to sample and analyze the water wells or springs of all owners or occupants who request it. Therefore if you wish to have your water well or spring tested, contact the operator named below.

All sampling shall be completed prior to drilling. Within thirty (30) days of the receipt of such sample analyses the operator shall submit the results to the Chief of the Office of Oil and Gas and to the owners or occupants who may have requested them.

If no water well or spring is located within 1000 feet, the Chief may require the operator to sample and analyze water from a water well or spring within 2000 feet of the proposed well site.

Be advised, you have the right to sample and analyze any water supply at your own expense.

The laboratory used by the operator to analyze the samples will be approved by the Chief. The operator named below has decided to use the following laboratory to analyze the water samples:

X Contractor Nam	e Sturm Environmental Services	
Well operator's	private laboratory	
Well Operator	HG Energy, LLC	
Address	5260 Dupont Road	
<u> </u>	Parkersburg, WV 26101	Received Office of Oil & Gas
Telephone	304-420-1119	

FOR OPERATOR'S USE ONLY: Below, or on an attached page, list those persons which were given this notice. Place an asterisk beside the one(s) that contacted you and requested sampling and analyses. If there were no requests made, indicate by underlining which one you have selected to sample and analyze. If there are no water wells or springs within 1000 feet of the proposed site please indicate such.

Requests for Water Sampling were initiated 4/19/13 with the first permit applications of this group of 30 applications. Water testing/analysis was requested for:

Earl & Belva Junkins	Brian Huffman	Susan Junkins	Gary Winters & Ruth Kennedy	Claude & Jean Tetrick
RR 5. Box 1226	RR 4. Box 530	RR 2, Box 119A	RR 2, Box 119	RR 2. Box 40
Salem, WV 26426	Salem, WV 26426	Bristol, WV 26426	Bristol, WV 26426	Bristol, WV 26426

John & Brenda Scotchie

RR 2, Box 42

Salem, WV 26426

Linda Smith

9046 Westville Drive

RR 2, Box 41

Camden Wyoming, DE 19934

RR 2, Box 41

RR 2, Box 80

Bristol, WV 26332

Bristol, WV 26332

Form WW-9 Rev. 10/94

	Page	3	of	3	١
APIN	Number 47-	033			Ī
Operator's Well No.	T. J. Ch	aplain i	No. 132		İ

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

CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

Operator	HG Energy	, LLC		0	P Code	494497948	
Watershed	Branch of I	ick Run		Quadrangle	Wolf Su	mmit 7.5'	
Elevation	1366'	County	Harrison	District	Ten	mile	
Description of	of anticipated Pit Waste:	Fluids encount	ered in drilling shallow	well.			Ţ.
Do you antic	ipate more than 5,000 bbls	of water to comple	te the proposed well worl	Yes	No 2	X	T
Will a synthe	etic liner be used in pit?	Yes	If so, what mil.?	0 Mil. 20 M	IIL	- B	
Proposed Dis	Reuse (at AI	ation d Injection (UIC P	ermit Number a WW-9 for disposal location				SDU 5 23
Drilling med	ium anticipated for this wel	l? Air, fresh wate	r, oil based, etc. Air, I	Fresh Water			Ť
o .	- If oilbased, what type? S			1002			
Additives to	be used? Water, So	ap, KCI	The Difference of				
Drill cuttings	s disposal method? Leave in						L
	- If left in pit and plan to s		um will be used? Cement,	lime, sawdust N	lative soil,	cement, lime	1
	- Landfill or offsite name/p	ermit number?					1.
issued on Aug that the prov applicable law this applicati for obtaining	I certify that I understand gust 1, 2005, by the Office of isions of the permit are enforced when the permit are enforced in the conformation of lattachment the information, I believe the submitting false information	f Oil and Gas of the orceable by law. Venforcement action we that I have per sthereto and that the the information at the the information.	ne West Virginia Department iolations of any term or continuous of any term or continuous of any and am a specific on my inquiry of the continuous of the co	ent of Environmen ndition of the gene familiar with the i nose individuals in nplete. I am aware	tal Protection rail permit and permit and permit and	on. I understand and/or other submitted on responsible	
Company O	fficial Signature	2	Diane Clerk	ite			
Company O	fficial (Typed Name)	-	Diane C. White				1
Company O	fficial Title		Accountant			Zeet Market	1
Subscribed :	and sworn before me this		day of MAY			Receiv Office of Oi	& Gas
My commiss	sion expires	Ima . No	LYES 10. 12.2018	J-2017	lotary Publ	lic MAY 2	2013
Form WW-9							1
- 470 862 66 11			WEST.	OFFICIAL SEA	Al		

OFFICIAL SEAL
NOTARY PUBLIC
STATE OF WEST VIRGINIA
TINA L. PETHTEL
HG Energy, LLC
5260 Dupont Road
Parkersburg, West Virginia 26101
My Commission Expires Nov. 12, 2018

Property Boundary

Legend

Diversion

Spring

j	Roud			<u> </u> کبرد	
Exi	sting Fence	—x——x——x—	Wet Spot		
Pla	nned Fence	<u> </u>	Drain Pipe		
	Stream	1-7	Waterway		
	Open Ditch	>	Cross Drain		
	Rock	6000 000 000 000 000 000 000 000 000 00	Filter Strip	XXXXXXXX	××
		60°	Pit: Cut Walls	Cu min	
	North	N		mille	
	Buildings		Pit: Compacted Fill Walls	-	
Į,	Water Wells	W	Area of Land		
	Drill Site	\oplus	Application		Ì
	Dun Sine	Ψ	of Pit Waste		
	<u></u>				
			rea I c. 1.5 Ac. Pr	evegetation pH	
Proposed Revege	etation Treatmo		rea II		_
		Approx			
			Correct to pH 6.5		
	Lime		Correct to pH <u>6.5</u> 500 Lbs./Acre (500	lbs. Minimum)	
		er (10-20-20 or 25quir arons)			
	Mulch				
		SEED N	/IXTURES	•	•
	Asses	I (Location)		Area II (Road)	
Seed T		Lbs/Ac.	Seed Type	Lbs/Ac	•
Tali Fes		40	Tall Fescue	40 5	<u> </u>
Ladino		5	Ladino Clover		
					The state of the s
		•			
Attach:	oad location, t	pit and proposed area for land applica	tion		
Photocopied se	tion of involve	ed 7.5' topographic sheet.	•		
	<u> </u>				
Plan appro	ved by:	Sol DWardet		14 DED 64	<u> </u>
Con	ments: De	- Seed + mulch Upgrad	e EdS as neges	eary per WV DEP ES	> MANHA!
				Date: 5/23/2013	
	Title:	14 Gas Tyspector			
Field Rev	iewed?	(X) Yes	() No	
		guing the state of	ning. Maratin		
	:				
	<u>.</u>				07/19/2013
	P.	· · · · · · · · · · · · · · · · · · ·			









