

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 03, 2013

WELL WORK PERMIT

Secondary Recovery Well

This permit, API Well Number: 47-3305756, 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 feet free to contact me at (304) 926-0499 ext. 1654.

James Martin

Chief

Operator's Well No: W.F. WILLIAMS #131

Farm Name: HUFFMAN, BRIAN V.

API Well Number: 47-3305756

Permit Type: Secondary Recovery Well

Date Issued: 07/03/2013



west virginia department of environmental protection

WVDEP Office of Oil and Gas 601 57th Street Southeast; Charleston, WV (304) 926-0450 Earl Ray Tomblin, Governor Randy C. Huffman, Cabinet Secretary dep.wv.gov

July 2, 2013

Mr. Brian Huffman 768 Lick Run Road RR4 Box 530 Salem, WV 26426 (304) 782-3073 Home (304) 623-3461 ext. 4203 Work

Re: Permit for HG Energy, Inc. W. F. Williams No. 131 (API 3305756) Secondary Recovery Well

Mr. Brian Huffman:

The Office of Oil and Gas (OOG) has reviewed your comments concerning HG Energy, LLC's permits for the above referenced well. The comment was sent to the operator for their response. The operator has responded and the response is enclosed for your records.

After considering your comments, the applicant's response, and the inspector's findings, the OOG has determined that the permits meet the requirements set forth in Article 6, Chapter 22 of the West Virginia Code and Legislative Rule Title 35, Series 4 in the statute and legislative rule. Consequently, the OOG is lifting the suspensions today. For your information and convenience, I am including with this letter a copy of the permit as issued.

As you may know, surface owners are entitled to compensation for damages to their property resulting from oil and gas drilling activity. Absent an agreement by the parties, such damage compensation may be addressed pursuant to Article 7, Chapter 22 of the West Virginia Code. Please contact Gene Smith at (304) 926-0499, extension 1652 if you have any questions.

Sincerely,

Jeffrey W. McLaughlin, Technical Analyst WV DEP Office of Oil and Gas, Permitting Section

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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. <u>Failure to adhere to the specified permit conditions may result in enforcement action.</u>

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. No land application of pit fluids.
- 6. A monitor well will be drilled near Mr. Huffman's house and fluid levels will be monitored at least quarterly and sampled at least yearly with the results provided to the WV DEP, Office of Oil and Gas. The well must be a minimum of 300 feet deep or 50 feet below the depth of Mr. Huffman's water well, whichever achieves the greatest depth.

WW-3B 10/07



1) Date		N	May 15, 2	013	
2) Operator's Wel	l No.	V	V. F. Will	iams N	o. 131
3) API Well No.	47	ė	033	2,1	
	State		County		Permit
4) UIC Permit No		τ	ЛC2R033	301AP	

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

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WW-3A 10/07



1) Date:		May 15, 20	013		
2) Operator's We	11 No.	W. F. Will	iams N	o. 131	
3) API Well No.	47	033	4		
	State	County		Permit	
4) UIC Permit N	0.	UIC2R033	301AP		

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

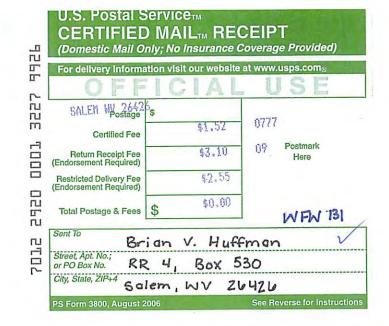
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 Surface Owner (a) Name 	er(s) To Be Served Brian V. Huffman	7 (a) Coal Operator Name	NA
Address	RR4, Box 530	Address	
and the same	Salem, WV 26426		
(b) Name	Orville Myers	7 (b) Coal Owner(s) With Declaration Of Record
Address	RR 4, Box 531	Name	NA
S ranceas.	Salem, WV 26426	Address	
(c) Name			
Address		Name	
		Address	
6) Inspector	Sam Ward	7(c) Coal Lessee W	ith Declaration Of Record
Address	P. O. Box 2327		Wolf Run Mining Co.
1,000,000	Buckhannon, WV 26201		2708 Cranberry Square
Telephone	389-7583		Morgantown, WV 26505
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The Office of Oil and Gas processes your personal information, such as name, address and phone number, as a part of our regulatory duties. Your personal information may be disclosed to other State agencies or third parties in the 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 of your personal information, please contact DEP's Chief Privacy Officer at: depprivacyofficer@wv.gov depprivacyofficer@wv.gov

EE	U.S. Postal Service™ CERTIFIED MAIL™ RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)					
9	For delivery information	ı visit our website at	www.usps.com _®			
	OFFI	CIAL	USE			
3227	SALEM Rostage) \$	44.70	6000			
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'n	-	\$0.00	WFW 131			
гц	Sent To Orvill	e Myers	05/24/2013			
7012	Street, Apt. No.; or PO Box No. RR 4		26			
	PS Form 3800, August 2006		See Reverse for Instructions			

33057565







WW-2B1

Well No. W. F. Williams No. 131

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 Name	Sturm Environmental Services	
Well operator's pr	ivate laboratory	
Well Operator	HG Energy, LLC	
Address	5260 Dupont Road	
	Parkersburg, WV 26101	
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 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

Linda Smith

Dennis McAvey

RR 2, Box 41

Mazza Donna Devericks

RR 2, Box 80

RR 2, Box 80

Salem, WV 26426 Camden Wyoming, DE 19934 Bristol, WV 26332 Bristol, WV 26332

Additional testing authorized on 5/13/2013:

Oville Myers Daniel Southern Edgar Lee Myers Edith Jean Myers RR 4, Box 531 RR 4, Box 540 RR 4, Box 532 RR 4, Box 534 Salem, WV 26426 Salem, WV 26426 Salem, WV 26426 Salem, WV 26426

MAY 2 1 7003

Form WW-9 Rev. 10/94

	Page	3	of	3
API I	Number 47-	033	-	
Operator's Well No.	W. F. Wi	lliams	No. 131	

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

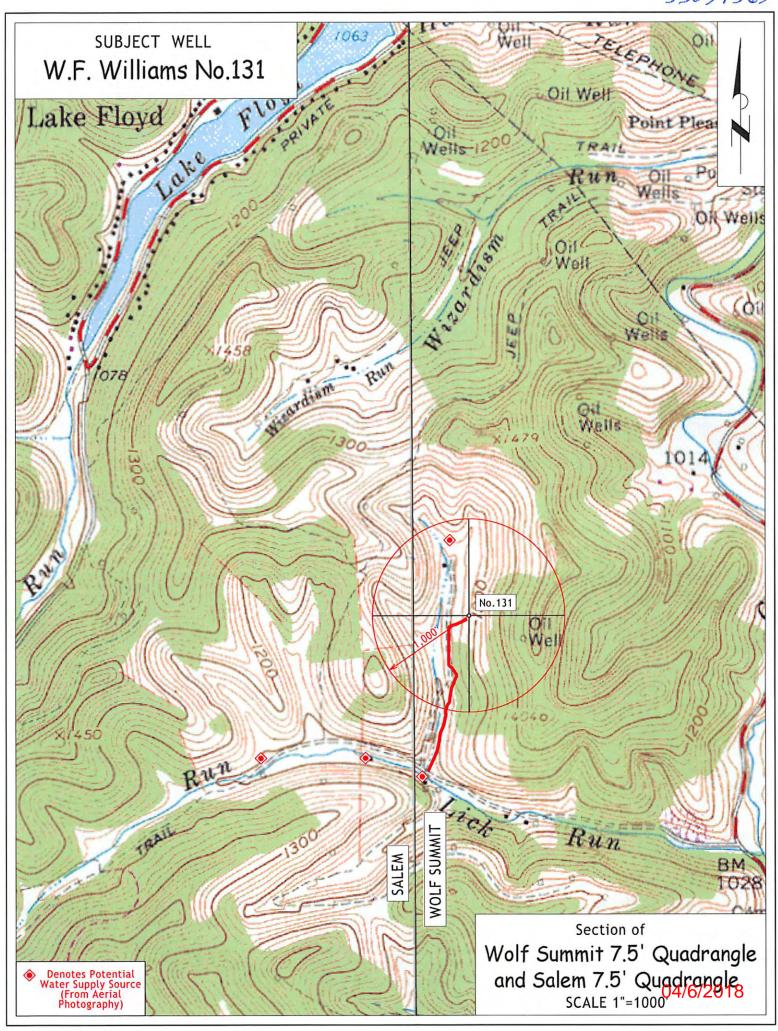
Operator	HG Energ	y, LLC	(OP Code	494497948	_
Watershed	Branch of	Lick Run	Quadrangle	Wolf Sun	nmit 7.5	_
Elevation	1173'	County Harris	on District	Teni	nile	_
Description of a	anticipated Pit Waste:	Fluids encountered in drilling	g shallow well.			_
Do you anticipa	te more than 5,000 bbls	of water to complete the proposed	l well worl Yes	No X		
Will a synthetic	c liner be used in pit?	Yes If so, what mil	1.? 40-Mil. 20 M	lec		< DW
Proposed Dispo	Reuse (at A	cation nd Injection (UIC Permit Number	posal location)	PIT F	5LV103.	5000 $5(23 20)$ $\frac{5}{2}$
Drilling medium	n anticipated for this we	ell? Air, fresh water, oil based, etc	. Air, Fresh Water			
		Synthetic, petroleum, etc.	NA			-
Additives to be						_
- 1	isposal method? Leave of left in pit and plan to Landfill or offsite name/	in pit, landfill, removed offsite, etc solidify, what medium will be used permit number?	!? Cement, lime, sawdust	Native soil, o	cement, lime	=
applicable law of this application for obtaining the	or regulation can lead to certify under penalty of a form and all attachmen be information, I believe	law that I have personally examin ats thereto and that, based on my in that the information is true, accust on, including the possibility of fine	ned and am familiar with the inquiry of those individuals rate and complete. I am awa e or imprisonment.	information immediately 1	submitted on esponsible	
Company Offi	cial Signature	Diane (White			bevi
Company Offi	cial (Typed Name)	Diane C. Whi	te		Hece of	Oil & Gas
Company Offi	cial Title	Accountant			Ollion	
					YAW.	50/3
Subscribed an	nd sworn before me th	is 20 day of Y	MAY 2013	Notary Publ	ic	
My commission	on expires		2013	***************************************	***************************************	
Form WW-9		1000	\$ 100.00 B	WEST	OFFICIAL NOTARY PL	Iniin
FORM WW-9			TIS OF THE PARTY O	J)	STATE OF WEST TINA L. PETI HG Energy, I 5260 Dupon arkersburg, West Vin Commission Expires	VIRGINIA HTEL LC 6/2018

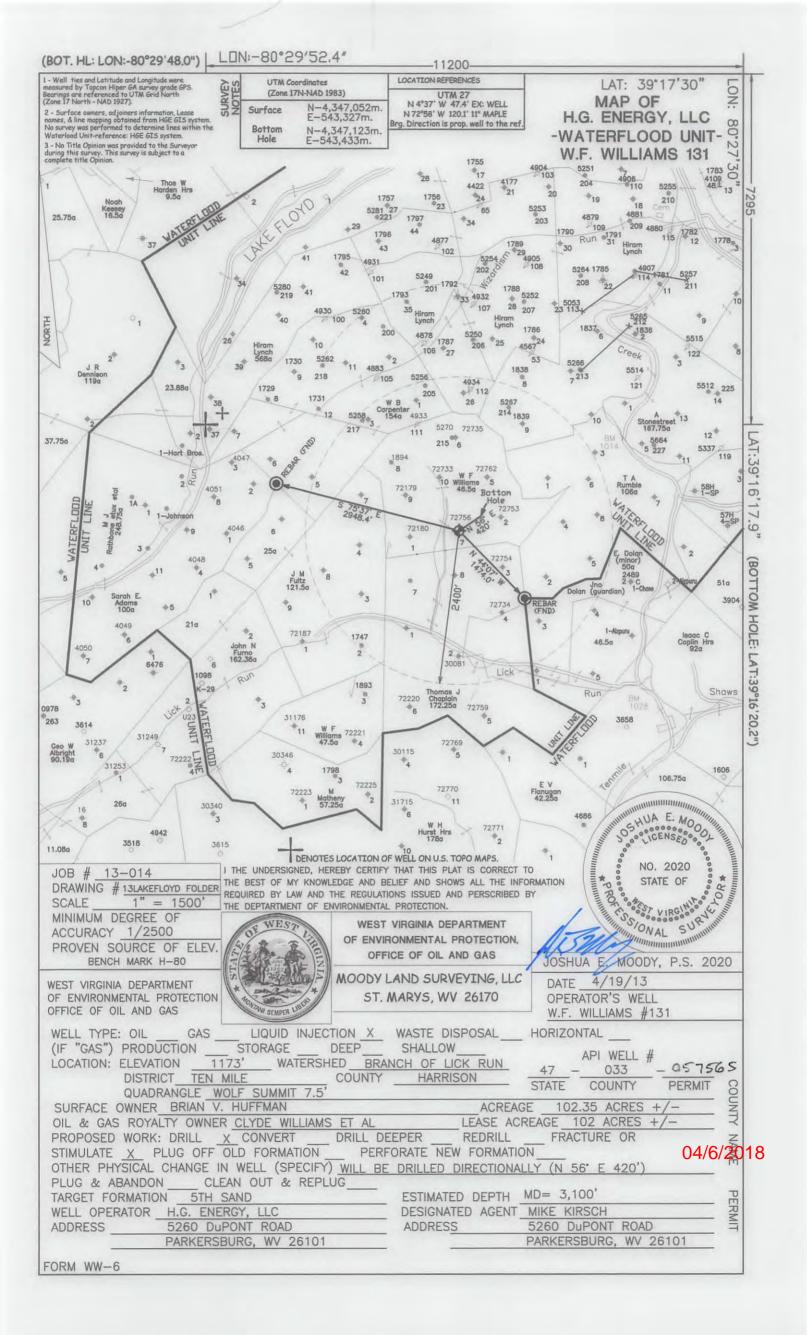
Legend

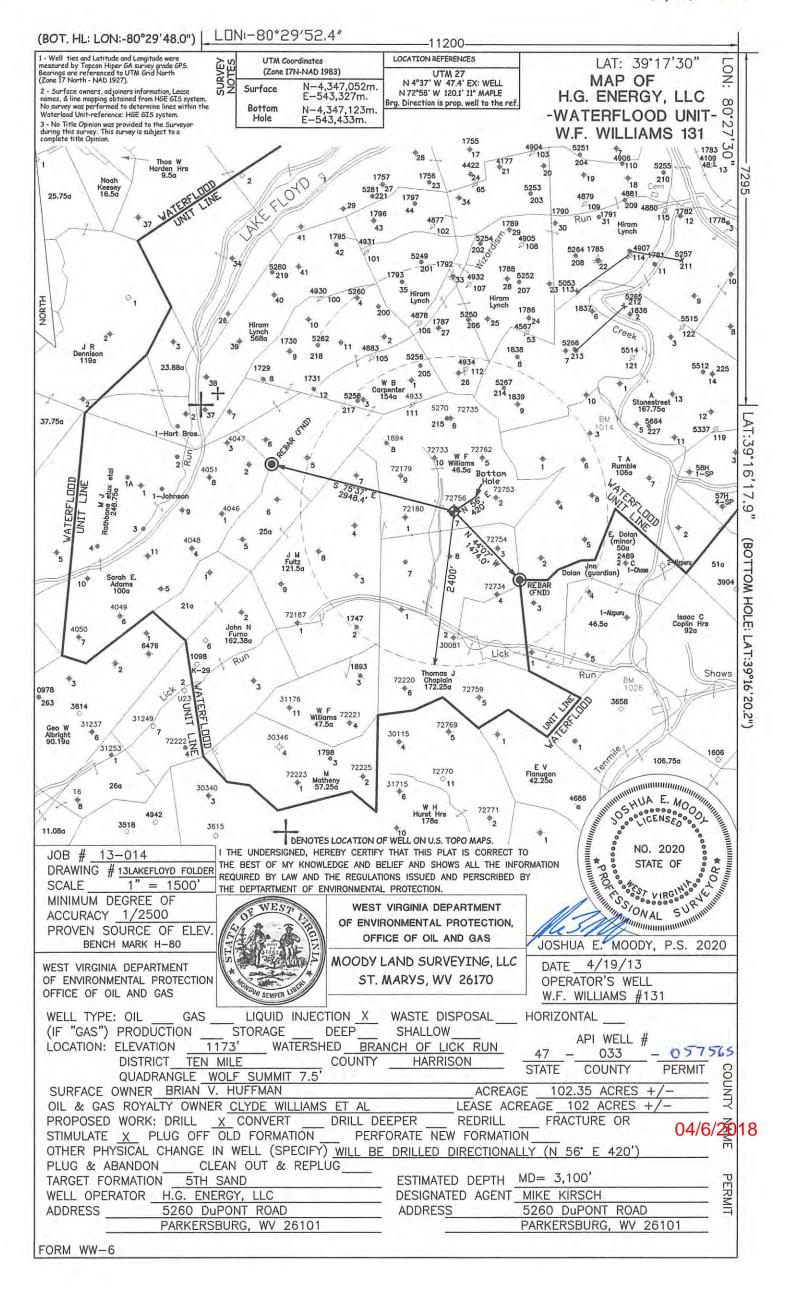
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Rock	<i>૾૽ૺઌ૽ૢ</i> ૽ૼૺ૱૽૽ૼૺૺૺૺૺૺૺૺ૾ૺૺૺ૽ૼૺૺ૾ૺૺૺ૾ૺૺૺ૾ૺૺૺ૾ૺૺૺૺૺૺૺૺ		The state of the s		
•		Pit: Cut Walls	Cumin		
North	N	Pit: Compacted	2 de la constante de la consta		
Buildings		Fill Walls	Transfer		
Water Wells	Ŵ	Area of Land			
Drill Site	\oplus	Application			
	<u> </u>	J OFFIC PRODUCT			
	" "		evegetation pH		
Proposed Revegetation Treatm					
	Approx.	1.0 Ac			
Lime			lhs Minimum)		
	01 (10 20 20 01 21 11 11				
Millen					
	SEED MIX	TURES			
Araa	Y (Location)	_	Area II (Road)		
	Lbs/Ac.	Seed Type			
Tall Fescue	40	Tall Fescue			
Ladino Clover	5	Ladino Clover			
		• .			
Drawing(s) of road, location,	pit and proposed area for land application		·		
Photocopied section of involv	ed 7.5' topographic sheet.				
	7 (). 4 =				
Plan approved by:) PCVanta		LINDED ELS MANAGE		
Proposed Revegetation Treatment: Acres Disturbed Area I Approx 1.0 Ac.					
0:			Date: 5/23/2013		
Title:					
Field Reviewed?	(K) Yes	()	No		
in a second of the second seco	val. V				
	And the second s		04/6/201		

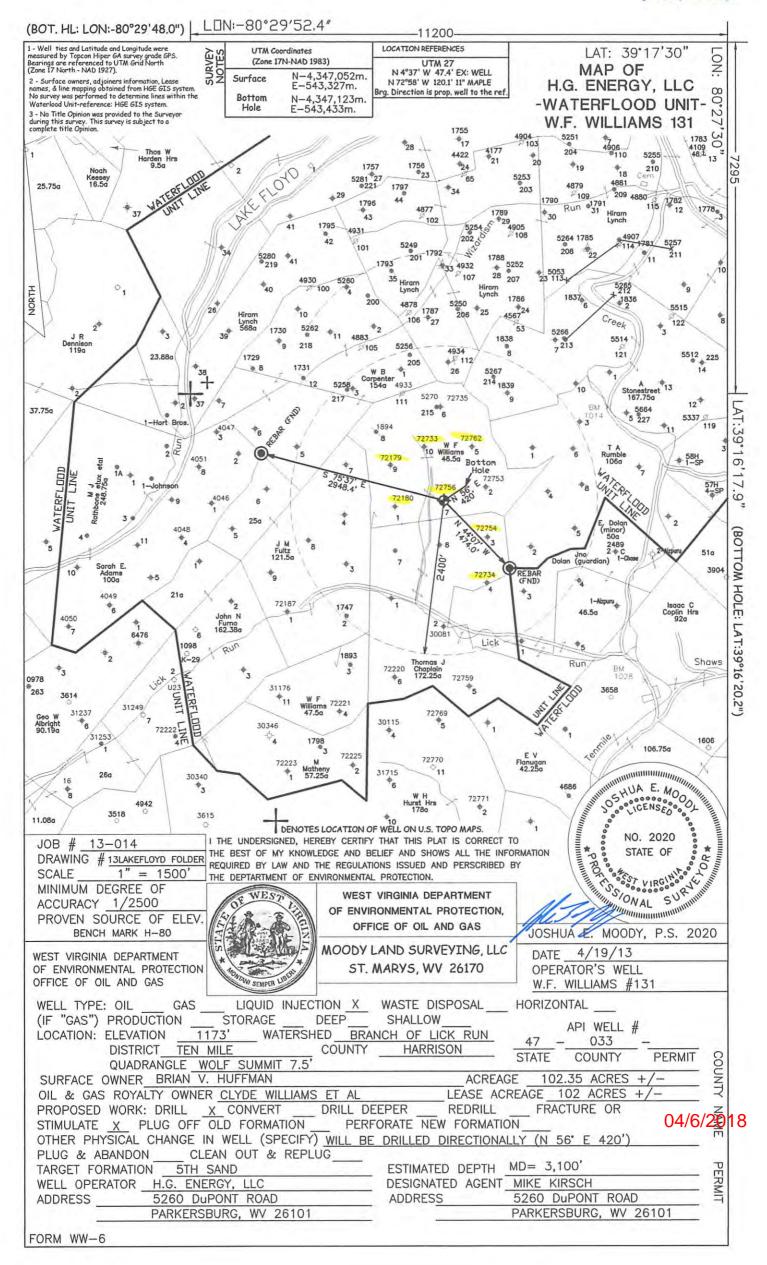
Reclamation Plan For: W.F. Williams No. 131 NOTE REFER TO THE WVDEP EROSION AND SEDIMENT CONTROL FIELD MANUAL VER. MAY 2012 FOR BMPs CONTROLLING EROSION AND SEDIMENT FROM SOIL-DISTURBING OPERATIONS. W.F.Williams Lease To Brian Huffman Residence Brian V. Huffman - Surface Owner Haul Pit Fluids 175' of 15-18/ Crade NOTE: Relocate Gas Line (If Active) 250' of 0-5% Grade 300' of 18-20% Grade 138 + TJC 3 + 2 236 200' of 15-18/ Grade 200' of 10% Grade Upgrade Private Driveway and Maintain Traffic 500' of 18% Grade 150' of 0-5/ Grade 150' of 10-15% Grade T.J. Chaptain Lease 300' of 0-5% Grade Relocate Electric Line Guy Wire if Necessary Orville Myers et al. - Surface Owners 200' of 5-10% Grade **Existing Highway Approach** COUNTY GARAGE A CASSON SECTION ROAD Notes: 6 REQUESTED PERMIT IS FOR DRILLING OF NEW WELLS. ACCESS ROAD FROM CO. RD. 31/1 TO PT. AS EXISTING.
 ROAD WILL BE UPGRADED TO WVDEP STANDARDS AND STRUCTURES INSTALLED AS SHOWN. ALL DISTURBED AREAS WILL BE RE-VEGETATED AS OUTLINED **LEGEND** ON FORM WW-9. EXISTING WATERFLOOD ROADS MAINTAIN SEDIMENT BARRIERS AND DRAINAGE STRUCTURES. ● ALL ROAD GRADES <5% EXCEPT AS NOTED. EXISTING LEASE OR FARM ROADS TO BE UPGRADED. O LOCATION OF DRILL PIT MAY BE CHANGED BASED ON AS-BUILT CONSIDERATIONS. NEW ROADS TO BE CONSTRUCTED

O DRAWING NOT TO SCALE.









CK#1216



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

May 15, 2013

Mr. James Peterson WVDEP Division of Oil & Gas 601 57th Street Charleston, West Virginia 25304

RE: W. F. Williams No. 131

Ten Mile District, Harrison County

West Virginia

Diane C White

Dear Mr. Peterson:

Enclosed are Forms WW-3A, WW-3B, WW-9, WW-3(B1), Mylar of plat, reclamation plan, topo map and copies of the certified mailing receipts for a permit to drill a liquid injection well. Also enclosed is our check in the amount of \$650.00 to cover the associated permit fees.

Very truly yours,

Diane C. White

Enclosures

cc: Brian V. Huffman – Certified Orville Myers – Certified

Sam Ward - Inspector

Received Gas Gas BilO to eoiltO

TO:

James Martin

Chief of Oil & Gas

WVDEP

Division of Oil & Gas 601 57th Street

Charleston, WV 25304

RE:

API 47-033

W.F Williams 232

- W.F Williams 234
- W.F Williams 131
- W.F Williams 137
 - W.F Williams 136 -
- W.F Williams 239

Ten mile District, Harrison County WV

Well operator

HG Energy, LLC

From: Brian Huffman

768 Lick Run Road RR 4 Box 530 Salem, WV 26426

Home: 304-782-3073

Work: 304-623-3461 ext 4203

Received Office of Oil & Gas

JUN 1 3 2013

The current projected wells are located at the entrance of my property. My property is located one half mile up a private one lane road to a secluded and quite end of hollow setting. I am the only house located in this area and make this a desirable property. The location of these wells especially the wells on pad 7 will diminish the property use and value. This will limit the future development for my children. This is one of the best building areas on the property.

The proposed wells on pad 1 W.F. Williams 136 is an injection well that is projected to go in close proximity to an unplugged abandon well that is located approximately 300 feet behind my residents. W.F Williams 137 is also an injection well ending near an unplugged abandoned well that is not located on the map. The location for pad one which includes W.F Williams 136, 137, and 239 is on the left side of my property and runs from the center of the hill in into part of my Horse field

The proposed wells for W.F. Williams's pad 7 include wells 232, 234, and 131 and I am unsure of their intention for the unplugged abandoned well in that area. It appears to be included on or under this pad. The application, map for this pad states that they will relocate a gas line if active. They should know that this is an active line; they have handled for over thirty years and how many hundreds or thousand people get gas from this line. The map for this area states that pit fluids will be removed and the application states land application. I have not received anything for Well 232. The current projected wells are located at the

entrance of my property. The location of these wells, water lines, oil lines and electric lines especially the wells on pad 7 will diminish the property use and value of my property significantly.

The previous wells were located on the backside of my property and are not visible when entering the property. This area has not been adequately been maintained the past two years to prevent erosion and sedimentation. I don't believe my well roads are the only ones left in poor condition. They do not do anything to this area in the past until they want something else from you then they attempt to correct but still is insufficient. They list roads on the map that they are farm roads. I don't believe some of these are farm roads. They currently do not have any easements or right of ways to cross my property and can't without obtaining permission to do so.

With abandon wells and proposed wells out of 102 acres there will be a well every 6 acres not including pipelines and roads. This will destroy the wildlife and damage the value of a \$250,000 property without adequate compensation. When does this stop, if the wells don't work out they will look to drill more. It does not bother them to ruin some ones property. Individuals will be traveling this at least twice daily. You can't find a property like this, quite and secluded and with a 20 minute drive to any type of stores, malls and plazas. I would sell an acre of my property for the amount that they are offering for the five to seven acres. To date they have cut approximately 12,000 board feet of timber not including wood less than 12 inches. I have never considered timbering my property. Again when does this stop. This is not good for the wild life and the best interest of the environment. How much land do they need to destroy in the area? These damages are not worth what you are being compensated for and the trust factor doesn't help.

I don't feel that either of the well sites are adequately marked in order to determine what is going to be disturbed and insure that water sources are identified and maintained.

I do not feel that they negotiate in good faith compensate individuals for the diminished value of the property.

I wish to receive a copy of permit as it is issued or a copy of denying the permit.

Respectfully,

Dran Huffman

Brian Huffman

Received Office of Oil & Gas

JUN 1 3 2013



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

Roger Heldman General Manager, WV Operations

6/18/13

Mr. James Martin WVDEP Office of Oil & Gas 601 57th Street Charleston, WV 25304-2345

RE: Brian Huffman comments- Wolf Summit Field, Harrison County, WV Proposed wells: W.F.Williams No.130, 131, 137, 234 & 239
T.J. Chaplain No.137 and T.A. Rumble No.127

Dear Mr. Martin,

This letter is in response to surface owner, Brian Huffman, who, in a letter received by WV DEP June 13, 2013, expressed several concerns regarding the proposed drilling on his surface property by HG Energy, LLC (HGE).

The bottom hole location for W.F. Williams No.136 is within close proximity of an unplugged well (W.F. Williams No.9). WFW No.9 was plugged in 1948 under Harrison County Permit No.1291 and documented in the Department of Mines Annual Report as being plugged on 12/24/1948. This plugged well is located approximately 600' from Mr. Huffman's house and the bottom hole location for proposed Well No.136 is 205'southwesterly of this well. Mr. Huffman states that the proposed bottom hole location for W.F. Williams No. 137 is near an unplugged well that does not appear on the map. There are no wells shown on any of our maps near the proposed bottom hole for Well No.137 nor have we been apprised of any by the investigations recently carried out by Wolf Run Mining. HGE representatives would be happy to meet with Mr. Huffman and a representative of the WV DEP to investigate.

Well site, W.F. Williams No 7, is a plugged and abandoned well, evidenced by information previously supplied to WVDEP. The Well No.232, as shown on the maps, has been proposed but is currently under review by HGE and may or may not be drilled from the surface location of W.F.W. No.7. If it is to be drilled, Mr. Huffman will receive the proper notifications of our intentions to drill. The gas line issue will be handled as deemed appropriate but is not germane to the objection of a drilling permit.

HGE operates on Mr. Huffman's farm under terms of the lease granted by W.F. & Alice Williams, dated August 15, 1896 and of record in Book 92 at Page 49 in the records of Harrison

County, W.Va. and under terms of the Wolf Summit Unit No.1-A Unitization Agreement filed of record December 1, 1994 in Harrison County, W.Va. HGE's rights to utilize Mr. Huffman's surface property for oil & gas operations are contained in those documents.

There are currently eight plugged and two active wells located on the property Mr. Huffman owns. HGE has proposed to drill an additional two wells from the location of one of the currently active wells and five new wells from the location of two of the previously plugged wells. By drilling directionally from existing or previous well locations, HGE will significantly reduce the surface disturbance on Mr. Huffman's property. This can easily be seen by noting that, there will only be two new drilling locations constructed as opposed to seven if those wells were to be drilled vertically - and the amount of pipelines and electric lines to be constructed will be reduced by an equivalent factor. Although developing this field utilizing directional drilling results in significantly higher costs for HGE, it has enormous benefits to the landowner in reducing the footprint of our operations. As provided for by W.Va. state law and WVDEP regulations, Mr. Huffman will be fairly compensated for the disturbance and use of his property. Additionally HGE has made an effort to go above and beyond the statutory compensation formula and has offered to pay a location fee for each of the proposed drilling sites in the amount of \$5000/ac. - twice the value Mr. Huffman has put on his own property. HGE offers this location fee our landowners as an additional measure of compensation for the disturbance to their way of life during our drilling activities.

I trust that we have adequately answered Mr. Huffman's concerns and respectfully request that the WVDEP issue the subject drilling permits.

Very truly yours

Roger Heldman

Received
Office of Oil & Gas

JUN 2 1 2013

emailed 6/18/13 010780 49477



SOUTH PENN OIL COMPANY.

" H1 A	O(1.10)
HOPE NATURAL GAS COMPANY.	PITTSBURG, PA. Offeril 21 190 5
VANDERGRIFT BUILDING,	
PITTSBURG, PA.	
DEAR SIRS:	* 7 7
You are hereby notified that the SOUT	H PENN OIL COMPANY has Averaged
to abandour Well No. 7	on It F. Williams farm 10 2 acres,
Ten Mile District Id	Misser County M. Va. covered by
Lease No. 23876 and located in squares	1356-76 A recent test of said well showed a
production of	
In accordance with the terms of agreement	bearing date
OPE NATURAL FASACONKANAPARY and this Company, you	have until theday of190
to notify this Company should you desire to purch	nase the said well.
You will please note your wishes as to the p	purchase of the above on the notice below and return this paper.
	Yours truly,
	SOUTH PENN OIL COMPANY,
	Bv
We have this 2107 day of 14	190 , investigated the above and desire
that theabove	~
N.	TAP.
1325	By Just & Corrin
or ho.	
A 100	

No. 1

SOUTH PENN OIL COMPANY—COMPLETION

SERIAL NO	FARM_ W.)	. Williams		WELL N	0. 7
ELEVATION	N.	s. 13	E. 6	w	
LEASE NO. 23876 -	29202	ACRES	102	272	
WATERS OF	iak Run				
DISTRICT Ten Mi		y Harrison	STAT	E West	Va.
DRILLING COMMENCED	May 17.1900	COMPLETED_	June 23, 19	900 DEPTH	2772
SANDS	Тор	Воттом	ELEV. TOP		ING .
PGH, COAL OR BIG LIMI	E				
Peh Coal	424	4.29			
Big Injun	1840	1895			
Gordon	24.75	2520			
Fifth	2744	2750			
				PACKERS AN	D DEPTH SE
INITIAL PROD. 1	2 Bbls.	SAND_	Fifth	DEPTH_ 274	14
gas test			4		
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ABANDONED 10 103/1908

IT IS SOUTH PEND OIL COMPANY
THAT ABANDONED WELL IN 1908
AND BOTTOM HOLE OF W.F. WILLIAMS
131 WILL BE & 360/ FROM
MR HUFTMAN'S RESIDENCE AND
380/ FROM WFW #7.

g mm



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

Roger Heldman General Manager, WV Operations

7/1/13

Jeff McLaughlin WV DEP Office of Oil & Gas 601 57th Street, SE Charleston, WV 25304-2345

RE: Wolf Summit concerns

Dear Jeff,

Thank you for spending your day with Tim and me last Thursday at Wolf Summit. We hope that the review of the well records and trip to the field was beneficial to you and the WV DEP in relieving any apprehension you may have had regarding the Plugged and Abandoned wells on the W F Williams lease and the Wolf Summit Field. As we stated when we were in the field HG Energy is willing to drill a monitor well near Mr. Huffman's house to assure that if there is any migration toward the USDW that it will be detected. This proposed monitor well would be drilled near Mr. Huffman's water well at a mutually agreed on spot and fluid level monitored at least quarterly and sampled for analysis at least yearly. The results would be reported to the WVDEP.

If you should have any other questions or concerns please feel free to call.

very truly yours,

Roger Heldman