

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 25, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-3305816, issued to CNX GAS COMPANY 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: KST5CHS

Farm Name: MCDONALD, JAMES IVAN

API Well Number: 47-3305816

Permit Type: Horizontal 6A Well

Date Issued: 07/25/2014

API Number: 33-058/6

PERMIT CONDITIONS

West Virginia Code § 22-6A-8(d) allows the Office of Oil and Gas to place specific conditions upon this permit. Permit conditions have the same effect as law. Failure to adhere to the specified permit conditions may result in enforcement action.

CONDITIONS

- 1. This proposed activity will require permit coverage from the United States Army Corps of Engineers (USACE) and WV DEP Department of Water and Waste Management (DWWM). No activity authorized under this permit shall be commenced until all necessary permits from USACE and DWWM are obtained.
- 2. If the operator encounters an unanticipated void, or an anticipated void at an unanticipated depth, the operator shall notify the inspector within 24 hours. Modifications to the casing program may be necessary to comply with W. Va. Code § 22-6A-5a (12), which requires drilling to a minimum depth of thirty feet below the bottom of the void, and installing a minimum of twenty (20) feet of casing. Under no circumstance should the operator drill more than fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 3. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the moisture content of the fill material shall be within limits as determined by the Standard Proctor Density test of the actual soils used in specific engineered fill, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort, to achieve 95 % compaction of the optimum density. Each lift shall be tested for compaction, with a minimum of two tests per lift per acre of fill. All test results shall be maintained on site and available for review.
- 4. Operator shall install signage per § 22-6A-8g (6) (B) at all source water locations included in their approved water management plan within 24 hours of water management plan activation.
- 5. Oil and gas water supply wells will be registered with the Office of Oil and Gas and all such wells will be constructed and plugged in accordance with the standards of the Bureau for Public Health set forth in its Legislative rule entitled Water Well Regulations, 64 C.S.R. 19. Operator is to contact the Bureau of Public Health regarding permit requirements. In lieu of plugging, the operator may transfer the well to the surface owner upon agreement of the parties. All drinking water wells within fifteen hundred feet of the water supply well shall be flow tested by the operator upon request of the drinking well owner prior to operating the water supply well.
- 6. Pursuant to the requirements pertaining to the sampling of domestic water supply wells/springs the operator shall, no later than thirty (30) days after receipt of analytical data provide a written copy to the Chief and any of the users who may have requested such analyses.
- 7. If any explosion or other accident causing loss of life or serious personal injury occurs in or about a well or well work on a well, the well operator or its contractor shall give notice, stating the particulars of the explosion or accident, to the oil and gas inspector and the Chief, within 24 hours of said accident.
- 8. During the casing and cementing process, in the event cement does not return to the surface, the oil and gas inspector shall be notified within 24 hours.

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

		WELL WORK PI	ERWIT APPLICA	ATION	0	669
1) Well Opera	tor: CNX G	as Company LLC	494458046	Harrison	Union	West Milford
			Operator ID	County	District	Quadrangle
2) Operator's	Well Number	KST5CHS	Well Pa	ad Name: KST	5HS	
3) Farm Name	/Surface Own	ner: James Ivan McD	Oonald Public Ro	ad Access: Co	. Rt. 19/18	
4) Elevation, c	urrent ground	d: 1157' EI	evation, proposed	l post-construct	tion: 1136'	
5) Well Type	(a) Gas	Oil _	■ Uno	derground Stora	nge	
	Other					
	(b)If Gas	Shallow	Deep	_		- 1
		Horizontal _				3/31/2014
6) Existing Pac			LV C. PER L'ACTO	<u> </u>		-101
		on(s), Depth(s), Antic 6975', Thickness - 95', P	White the second second second second			
1			1030010 200011	Called	SWED	is
 Proposed To Formation a 			and	Ullipsel	100	-(2
0) Proposed T		7-3-6	5,10		06-31-	
				Wathe	c-cment	n/
1) Proposed F			1	DVINOGRAM	risper(0)6	ction
2) Approxima	ite Fresh Wat	er Strata Depths:	40',811'	0.44(9/11111)21	Mari I. I. I.	
			Offset Well Informati	ion		
4) Approxima	te Saltwater l	Depths: 1720', 2345'				
5) Approxima	te Coal Seam	Depths: 349', 851'				
6) Approxima	te Depth to P	ossible Void (coal min	ne, karst, other):	None Anticipated	i	
		ation contain coal sean	Yes	No	V	1
(a) If Yes, pro	vide Mine In	fo: Name:				
		Depth:				
		Seam:				
		Owner;				

WW-6B (9/13)

18)

CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	20"	N	J-55	94#	100'	100'	Groul to surface at Class A lype conert
Fresh Water	13 3/8"	N	J-55	54.5#	925'	925'	CTS w/ Class A Type Cement
Coal]		
Intermediate	9 5/8"	N	J-55	36#	1850'	1850'	CTS w/ Class A Type Cement
Production	5 1/2"	N	P-110	20#	17745'	17745'	2200 cu n w/50/50 POZ Lear & Class
Tubing	2 3/8"	N	J-55	4.7#	7500'	7500'	1
Liners							

SDW 3131/2014

Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
20"	26"	0.438	2110	Class A Type	1.18
13 3/8"	17 1/2"	0.380	2730	Class A Type	1.39
9 5/8"	12 3/8"	0.352	3520	Class A Type	1.18
5 1/2"	8 3/4" & 8 1/2"	0.361	12640	Class A Type	1.26
2 3/8"	5 1/2" Csg	0.190	7700	EIVED	initian.
			- Oules	Pull blas	
	13 3/8" 9 5/8" 5 1/2"	Diameter 20" 26" 13 3/8" 17 1/2" 9 5/8" 12 3/8" 5 1/2" 8 3/4" & 8 1/2"	Diameter Thickness 20" 26" 0.438 13 3/8" 17 1/2" 0.380 9 5/8" 12 3/8" 0.352 5 1/2" 8 3/4" & 8 1/2" 0.361	Diameter Thickness 20" 26" 0.438 2110 13 3/8" 17 1/2" 0.380 2730 9 5/8" 12 3/8" 0.352 3520 5 1/2" 8 3/4" & 8 1/2" 0.361 12640	Diameter Thickness 20" 26" 0.438 2110 Class A Type 13 3/8" 17 1/2" 0.380 2730 Class A Type 9 5/8" 12 3/8" 0.352 3520 Class A Type 5 1/2" 8 3/4" & 8 1/2" 0.361 12640 Class A Type 2 3/8" 5 1/2" Csg 0.190 7700

PACKERS Environmental Protection

Kind:	None	
Sizes:	None	
Depths Set:	None	

WW-6B (9/13)

19) Describe proposed well work, including the drilling and plugging back of any	y piio t noie	e:
--	----------------------	----

Drill and stimulate new horizontal Marcellus well. Well to be drilled to a TMD of 17745'. Well to be drilled to a TVD of 7170', formation at TVD - Oriskany Sand. Well will be plugged back to an approximate depth of 6800' (approximate due to exact kick off point being unknown). Plugging back will be done using the displacement method and Class A Type cement. A solid cement plug will be set from TD to KOP. If an unexpected void is encountered, plan will be to set casing at a minimum of 30' past void and cement to surface with approved Class A type cement. 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. Max Pressure - 9500 psi. Max Rate - 100 bbl/min. Office of a

Wⁿ Department of Environmental Protection

21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):

16.3 Acres

22) Area to be disturbed for well pad only, less access road (acres):

23) Describe centralizer placement for each casing string:

Conductor - No centralizers used. Fresh Water & Coal - Bow spring centralizers on first joint then every fourth joint to 100 feet from surface. Intermediate - Bow spring centralizers one on the first two joints and every forth joint until inside surface casing. Production - Rigid bow spring centralizer on first joint then every 2 casing joints (free floating) through the lateral and the curve. (Note: cementing the 5 1/2" casing completely in open hole lateral and curve.)

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

Conductor - 2% CaCl2. Fresh Water/Coal - 2% CaCl2. Intermediate - 2% CaCl2. Production - 2.6% Cement extender, 0.7% Fluid loss additive, 0.5% High Temperature Retarder, 0.2% Friction Reducer

25) Proposed borehole conditioning procedures:

Conductor - The hole is drilled w/ air and casing ran in air. Apart from insuring the hole is clean via air circulation at TD, there are no other conditioning procedures. Fresh Water/Coal - The hole is drilled w/ air and casing is ran in air. Once casing is on bottom, the casing shoe will be cleared with fresh water and gel prior to cementing. Intermediate - The hole is drilled w/ air and casing is ran in air. Once casing is on bottom, the casing shoe will be cleared with fresh water and gel prior to cementing. (Note: Drilling soap may be utilized if the hole gets wet/damp during the drilling of all air holes with the exception of the conductor). Production - The hole will be drilled with synthetic oil base mud and once at TD the hole is circulated at a drilling pump rate until the hole is clean. Once casing is ran the hole is circulated for a minimum of one hole volume prior to pumping cement.

*Note: Attach additional sheets as needed.

Cement Additives

- Conductor 2% CaCl2
- Freshwater/Coal 2% CaCl2
- Intermediate 2% CaCl2
- Production
 - o 2.6% Cement extender
 - o 0.7% Fluid Loss Additive
 - o 0.5% High Temperature Retarder
 - o 0.2% Friction Reducer

RECEIVED
Office of Oil 3 Gas

MAY 0 6 2014

WV Department of Environmental Protection

API Number 47 -	033	- 058	16
Operator's	Well No		

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name CNX Gas Con	mpany LLC	OP Code 494458046
Watershed (HUC 10) Mic	ddle West Fork Creek	uadrangle West Milford
Elevation1157'	County_Harrison	District Union District
Do you anticipate using more Will a pit be used? Yes	than 5,000 bbls of water to complete the	proposed well work? Yes No No
	e anticipated pit waste: N/A	Office & Eas
	r be used in the pit? Yes No _	If so, what ml.? N/A
Proposed Disposal N	Method For Treated Pit Wastes:	Well 0 ft 21/5
Un Rei	nd Application derground Injection (UIC Permit Number use (at API Number Site Disposal (Supply form WW-9 for disposal (Explain Recycle on other well on same	isposal location)
Will closed loop system be use	ed? If so, describe: Yes, cuttings/fluid separated with the	use of a centrifuge/shaker liquids recycled solids disposed offsite at approved landfill
		freshwater, oil based, etc. Air and oil based mud
	pe? Synthetic, petroleum, etc.synthetic	and an outer, on outer, etc.
	medium? Bactericide, Polymers, and Weightin	ng Agents
	? Leave in pit, landfill, removed offsite, et	
	to solidify what medium will be used? (c	
		Landfill, Max Environmental Yukon Landfill and Bulger Landfill
provisions of the permit are en aw or regulation can lead to en I certify under penalty application form and all attac obtaining the information, I be	forceable by law. Violations of any term forcement action. y of law that I have personally examine hments thereto and that, based on my elieve that the information is true, accur formation, including the possibility of fine	of the GENERAL WATER POLLUTION PERMIT issued partment of Environmental Protection. I understand that the partment of the general permit and/or other applicable d and am familiar with the information submitted on this inquiry of those individuals immediately responsible for rate, and complete. I am aware that there are significant e or imprisonment.
	nated Agent General Manager - WV Gas Ope)
ompany official fille bosign	one rigorit General Manager - WV Gas Ope	rations
subscribed and sworn before me	e this 157 day of APD1	, 20 14 OFFICIAL SEAL
ly commission expires 9/15	5/2921	Notary Public State of West Virginia CAROLINDA FLANAGAN PO Box 603
		My CONTROLL SOURCE S

Form WW-9 Operator's Well No. KST5CHS CNX Gas Company LLC Proposed Revegetation Treatment: Acres Disturbed 16.3 Prevegetation pH 6.5 according to PH test Tons/acre or to correct to pH 7.0 10-20-20 or equivalent Fertilizer type Fertilizer amount 500 lbs/acre Mulch Hay or Straw @ 2 Tons/acre Seed Mixtures Temporary Permanent Seed Type lbs/acre Seed Type lbs/acre Orchard Grass 25 **Orchard Grass** 25 Birdsfoot Trefoil 15 Birdsfoot Trefoil 15 Ladino Clover 10 Ladino Clover 10 Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided) Photocopied section of involved 7.5' topographic sheet. Plan Approved by: Comments: Pre-Seed/mulch all disturbed areas as Soon as reasonably possible. Upgrade Ets per WV DEP Ets nomual as necessary. Title: Oil + Gas Inspector Date: 3/31/2014 Field Reviewed?



