

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

August 06, 2014

WELL WORK PLUGGING PERMIT

Plugging

This permit, API Well Number: 47-3905449, issued to REED GAS INC, 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.

Upon completion of the plugging well work, the above named operator will reclaim the site according to the provisions of WV Code 22-6-30. The above named operator will also file, as required in WV Code 22-6-23, an affidavit on form WR-38 by two experienced persons in the operator's employment and the Oil and Gas inspector that the work authorized under this permit was performed and a description given. Failure to abide by all statutory and regulatory provisions governing all duties and operations here under may result in suspensions or revocation of this permit and in addition may result in civil and/or criminal penalities being imposed upon the operator.

This permit will expire in two (2) years from date of issue. If there are any questions, please free to contact me at (304) 926-0499 ext. 1654

Object

James Martin

Operator's Well No: AL-117

Farm Name: APPALACHIAN LAND COMPANY

API Well Number: 47-3905449

Permit Type: Plugging
Date Issued: 08/06/2014

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</u> conditions may result in enforcement action.

CONDITIONS

- 1. All pits must be lined with a minimum of 20 mil thickness synthetic liner.
- 2. 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.
- 3. Well work activities shall not constitute a hazard to the safety of persons.

1) Date 6	5/10/14. 20 14
2) Operator	•
3) API Well :	AL-117 No. 47- 39 - 5449P

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

Application for a fermit to plug and anamogn

4) Well Type: Oil/ Gas X /:	Diquid injection/ Waste disposal/ or Underground storage/ Deep/ Shallow
5) Location: Elevation 904' District Elk	Watershed Laurl Run of Blue Creek County Kanawha Quadrangle Mammoth
8) Well Operator Reed Gas Inc Address Virginia Str	eet Address James W, Reed Jr. Charleston WV:25301
Name Terry Urban Address P.D.Box 1207 Clendenin WV. 2	Name Duckworth Well Service
Perament Rlug @1450' Cement 301' to 201' Cement 100' to Surface Gel between all plugs Pullall free pipe	Scephyque Dagra
Notification must be given to the distribute to	ict oil and gas inspector 24 hours pefore permitted while G-30.14
	Received
	Office of Oil and Gen W/V Desk, of Environmental Protection



(304) 548.7142

Well Plugging Work Order

39-5449 API #: 47-039-05449P < Plug Top = Oft Operator: Reed Gas, Inc. Well Name: AL-117 Cement Fill = 311ft Will Also Jakes Phr Sest alevant Phr July 30-14 Fill Volume = 94 cu. ft 27.7# F-55 9-5/8" @ 261ft . - < Plug Base = 311ft 1001 ce ment Cut & Remove 1400ft+/- 4-1/2" csg 6% Gel Fill = 1245ft Fill Volume = 152 cu. ft TOC 4-1/2" @ 1400ft-Permanent Plug 1. < Plug Top = 1556ft 1644 -Cement Fill = 419ft Fill Volume = 48 cu. ft Upper Interval 1925 -< Plug Base = 1975ft 6% Gel Fill = 1631ft Fill Volume = 199 cu. ft < Plug Top = 3606H 3656 -Cement Fill = 784ft Fill Volume = 89 cu. ft Bottom Interval 4290 -Received < Plug Base = 4390ft 11.6# J-55 4-1/2" csg @ 4390ft

Page 1 of 2

JUL 1 1 2014 Office of Oil and Giss WY Depth of Environmental Protection

WR - 35 Rev (5-01)		We	tment of En	of Oil & G	tal Protec as	API tion:	Date:		1/11/03 -05449	ho
Operators wo Farm Name:		AL 117					_			
ram Name:	Appalachia	n Land Co.		Operator	.#	4135	0			
Location:	Elevation District Latitude Longitude:	904 Elk 5400 8575	Feet Sout			_ _Min.		8		
Company: Address:	Charleston	wha Blvd, E , WV 2530								
Agent:	James W. Reed	Jr.	Casing &	Used in	Left i	n				
Inspector	Carlos Hively		Tubing	Drilling	Well	1	Ce	ment	Fill up	CuFt
Date Pennit I	ssued	11/09/01	16"	15		FT]	Sks		CUFT
Date Well W	ork Commenced	12/05/01	13 3/8	45	45	FT	60	Sks	70	CUFT
Date Well Work Completed 04/17/02		9 5/8	261	261	FT	110	Sks	152	CUFT	
Verbal Pluggi	ing:		7	1606	1606	FT	175	Sks	388	CU FT
Date Permiss	sion Granted On		4 1/2		4390	FT	160	Sks	400	CU FT
Rotary X C						<u> </u>				
Total Depth ((cet)	4483				<u> </u>				
Fresh Water						_				
Salt Water D								<u> </u>		
Is coal being	mined in area ?	N				_		-		
Coal Depths						↓		\vdash		
	l				L	1	L	بسل	LI	
OPEN FLOW	/ DATA:	alion:	Shale		Pav	zone	e depth (ft	,	3656	to 4290
GAS:	Initial Open Flow		NA MCF	d OIL:			en Flow:	•	Bbl/d	
Ono.	Final Open Flow		146 MCF				en Flow:		Bbl/d	
	Time of open flor				6	Hou		—		
	Static rock press		405 PSI		pressure)	•		Hou	rs	
	Chain took picar			/200.0240	, ,					
	Second producin	g formatio	n: <u>Weir/</u>	Kecner/Lin	ne_Pay	zone	depth (ft)	1644	to <u>1925</u>

MCF/d

MCF/d

NOTE: ON BACK OF THESE FORM PUT THE FOLLOWING: 1) DETAILS OF PERFORATED INTERVALS, FRACTURING OR STIMULATING, PHYSICAL CHANGE, ETC. 2) THE WELL LOG WHICH IS A SYSTEMATIC DETAILED GEOLOGIC RECORD OF ALL FORMATIONS,

Time of open flow between initial and final tests

OIL:

PSI (surface pressure) after_

GAS:

Initial Open Flow:

Final Open Flow:

Static rock pressure:

INCLUDING COAL ENCOUNTERED BY THE WELLBORE.

Signed: Men

Initial Open Flow:

Final Open Flow:

Hours

Bbl/d

BPNq

Hours

Date: 04/11/03 API# 47-039-05449

State of West Virginia Department of Environmental Protection Office of Oil & Gas

Operators well name: Farm Name:

AL 117 Appalachian Land Co.

Operator#

41350

Company:

Reed Gas Inc.

Address:

1206 Kanawha Blvd. E.- Suite 201

Charleston, WV 25301

GEOLOGICAL RECORD

Description:	Тор	Boltom
Clay / Sand	0	_10
Sand & Shale	10	548
Eagle Shale	548	559
Sands/Salt Sands/intermittenet shales	559	1347
Red Rock/Grey Shale	1347	1476
Little Lime	147G	1505
Pencil Cave	1505	1526
Big Lime	1526	1737
Keener	1737	1760
McCrady Shale	1760	1812
Upper Weir	1812	1822
Shale break	1822	1861
Middle Weir	1861	1932
Shale	1932	4486
		
	· · ·	

Additional Comments:

Gas Kick at 1440

Received

Office of Oil and Gas The experience of the constant was

08/08/2014

State of West Virginia Department of Environmental Protection Office of Oil & Gas

Operators well name:

AL 117

Farm Name:

Appalachian Land Co.

Operator#

41350

Company:

Address:

Reed Gas Inc.

1206 Kanawha Blvd, E.- Su Ic 201

Charleston, WV 25301

Perf with 20 shots from 3989 to 4290. Treat at 32 BPM with variable quality foam placing 30,477 lbs 20/40 sand. Used 92 bbls treatd fluid, 500 gals 15% Hcl acid & 477,000 scf Nitrogen. Average treating pressure 2700 PSI. Went to a max, sand conc. of 3PPG

Perf with 16 shots from 3656 to 3866. Treat at 32 BPM with variable quality foam placing Stage 2) Shale 28.589 lbs 20/40 sand. Used 98 bbls treatd flui 1, 500 gats 15% Hcl acid & 420,014 scf Nitrogen. Average treating pressure 2700 PSI. Went to a max, sand conc. of 3PPG

Perf with 12 shots from 1897 to 1925. Treat at 20 BPM with 75 quality foam placing Stage 3) Weir 30,159 lbs 20/40 sand. Used 142 bbls treatd fluid, 500 gals 15% Hcl acid & 343,120 scf Nitrogen. Average treating pressure 3200 PSI. Went to a max, sand conc. of 3PPG

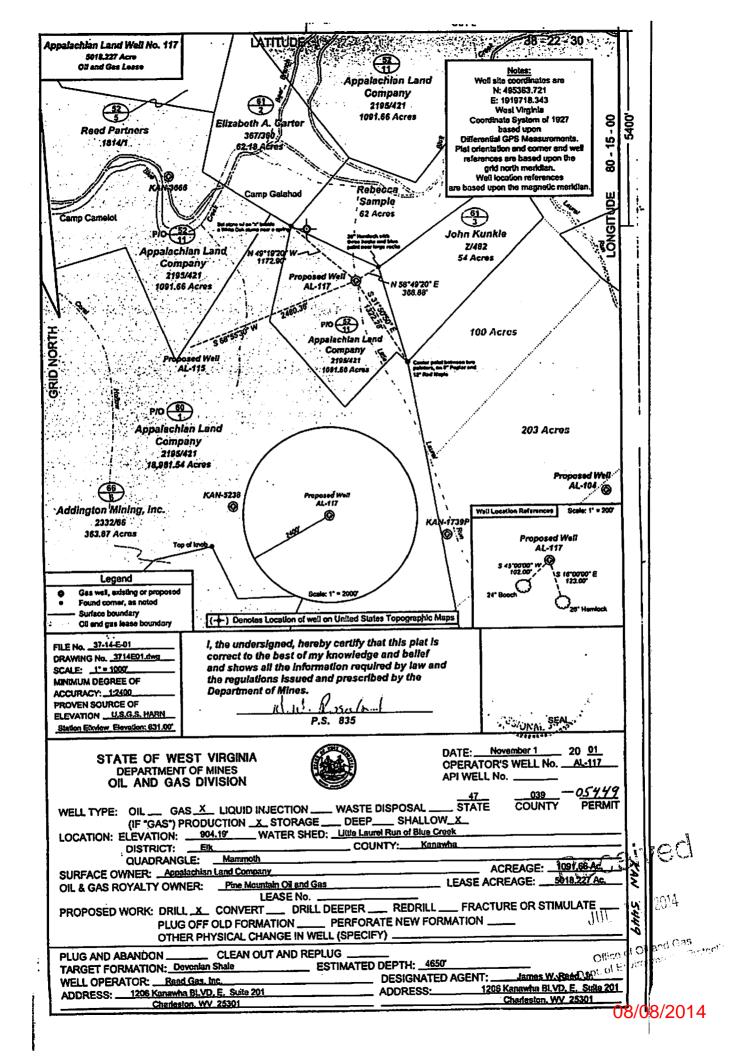
Stage 4) Keener Perf with 16 shots from 1730 to 1755. Treat at 20 BPM with 75 quality foam placing 28,887 lbs 20/40 sand. Used 134 bbls treatd fluid, 500 gals 15% Hcl acid & 275,767 scf Nitrogen. Average treating pressure 2850 PSI. Went to a max. sand conc. of 3PPG

Stage 5) Big Lime Perf with 12 shots from 1644 to 1687. Treat at 12 BPM with 500 gals 15% Hcl acid & 500 Gats 28% acid formed at 70 quality. Displace with Nitrogen- total nitrogen used 30,531 scf.

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JUL 1 2014

Office of of and Gas
W Dept. of Environmental Protection



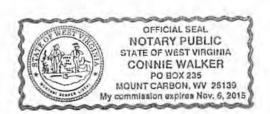
WW-4A		The second second	ALVE C				
Revised 6-07			0/14				
		2) Operatur's Well Numb					
		A	L-117				
		3) API Well No.: 47 .	_ 39 - 5449				
	RTATE :	OF WEST VIRGINIA	-				
DE	PARTMENT OF ENVIRONMENT	TAL PROTECTION, OFFICE OF TO PLUG AND ABANDON A W	OIL AND GAS				
4) Surface Own							
(a) Name	Appalachian Land	Coal Operator					
Address	Blue Eggle Land Co	Address					
	- 700 KYSIMA	A.1201409					
(b) Name	Charleston, WV 25307	(b) Cosi Owner(e) with Declarat					
Address		Name	AIR				
		Address					
	and the second s	der ances and the form purpose					
(c) Name	And the state of t	Nama	-				
Address		Address	-				
6) Inspector	Terry Urban	(4) (2-1)					
Address	P OBox 1207	(a) Coal Lessee with Declaration					
	P DBOX LAU	Address					
Talephone	Clendenin WV. 250	45					
· mapped and	Crendenin WV. 250						
TO THE PER	SONS NAMED ABOVE: You	when the burner and the barner with the second	4.11				
		escrip days excelsed for both site 190	following documents:				
(1) The sa	pineenes to Plug and Abandon a Well on Pos	m WW-4E, which says out the workles from	end in the mark and J				
0.477 725	and the plugging were order, and		AND IN THE MASE WAS DESCRIBED (DE				
(2) The pu	et (surveym's map) showing the well location	so Ferm WW.S					
The reason ye	a received free decuments is that you have rights	remedity the application which are appropriated	14 the leaves with a 12 th and 12 th a				
However, yes	and not required to rake any oction at all.		THE PERSON NAMED OF THE PARTY OF MICE.				
Whole a remember of	son and day ("Say and "The artist a Million V Sayslands ("Sayda")	the standard and standard stan					
&COOTHES BYTH	est under Chapter III-6 of the West Maginia Code, t adocuments for a person to plug and alreadon a well	with the Chief of the Office of Orl and Che Wee	Ultrials Property and and Wassiana manage				
Protection, w	th respect to the well at the location described on the and the plat have been challed by registered or	the arrivated Application and depleted on the asterna	of Form WW-6. Copies of this Nosco				
the Applicate	em, and the plat have been trailed by registered or estamons) on or before the day of statitud or dollivery	certified mak or delivered by hand to the nemon	ts) numeri also to (or by publication in				
cetally coron	seconds, on a came up cay at country or course.	ar an one.					
	Final Control of the	A sertembring de desar combenies compresentation de la serie d	-				
	117-11 0	DA COL TOO					
	Well Operator	Reed Gas Inc.	J				
	By:	James W Kred y	7				
	Its:	President					
	Address	Virginia Street	5201				
		大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大大	5301				
	Telephone	304-345-3817					

Ott and Gas Privacy Notice

Subscribed and eworn before pre this 34".

The Office of Oil and Gas processes your personal information, such as same, address and phone number, as a part of our regulatory duties. Your personal information may be disclosed to class Sinte agencies or third parties in the normal course of business or as seeded 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 Deficer at demonstrative and

Notery Public







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	PS Form 3800; August 2	DG See Roverne	for instructions:

Received

Office of Oil and Gas
W District of Engineering Projection
08/08/2014

08/08/2014

W.W-9 Rev. 5/08

Pag	e	of
API Number 47 -	AL -	117
Operator's Well No.	39	5449P

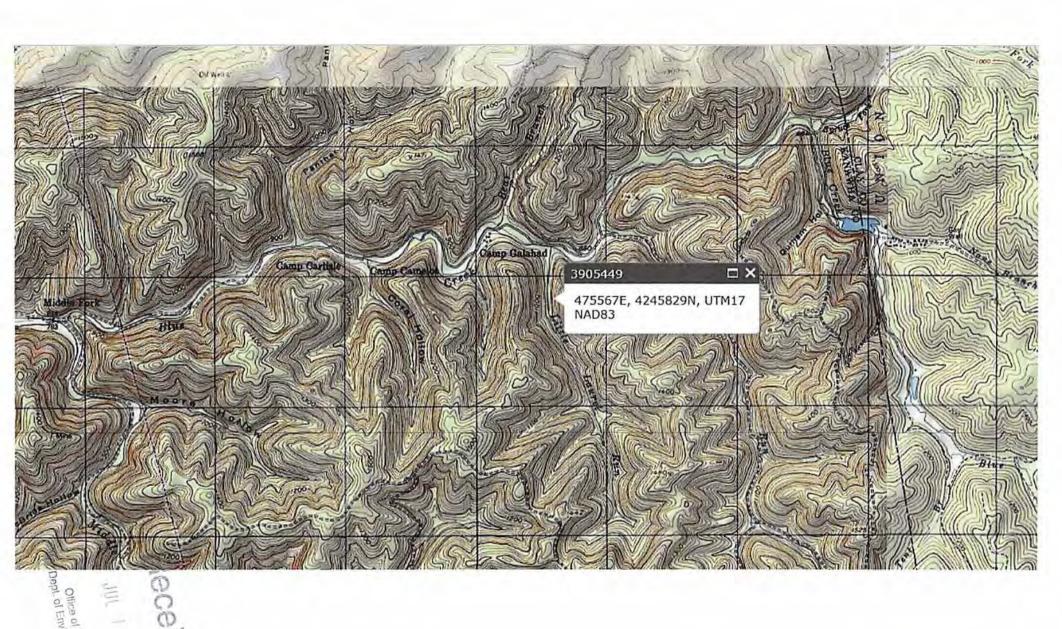
STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION OFFICE OF OIL AND GAS

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

Operator Name Reed	d Gas Inc.		OP Code		
atershed Larue	Run of Blue C	reekquadrangle_			
evation 904'	County Kan	awha	District	Elk	
scription of anticipated Pit	Weste:				
ill a synthetic liner be used	in the pit?	· 1n	VI		
Un	or Treated Pit Wastes: nd Application derground Injection (UIC Per use (at API Number f Site Dispposal (Supply form ner (Explain		ation)		
oposed Work For Which Pr			-		*************************************
Dri	lling	Swabbing			
Wo	orkover eer (Explain	X Plugging	*		
00	ret (Explain				
nalties for submitting false empany Official Signature_	believe that the information information, including the post	sibility of fine or impris	complete. [am	eware that there	are significant
empany Official (Typed Na	my Jamescwack	eed Jr.			
mpany Official Title	President				
bscribed and sworn before	me this 24th day of	June	20		u take too
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y commission expires	nou 6,	2015			Receive
	4			~~	Licon
	}	ST BOOK ST	OFFICIAL SEAL NOTARY PUBL TATE OF WEST VIR CONNIE WALK	LIC IGINIA	1100 - X01
	8	мо	PO BOX 235 UNT CARBON, WV imission expires No	25139	promote out end
	6	My con	miliasion expires (00/00/00

	Operator's Well No. AL- 117
Property Equations Road = = = = = = = = = = = = = = = = = = =	Diversion Spring Wet Sipes Drein Pleas with star to treates Weterway Cross Drain Antifold Fifter Sarie Pit: cost walls Pit: costspanded fift walls Assa for Land Application of Pit
Proposed Revegeration Treatment: Acres Disturbed 1 Line 3 Tons/scre or to correct to pH Pertilizer (10-20-20 or equivalent) 500	ere (500 lbs minimum)
/ Seed Type !bu'ages	Area II Seed Type Ibs/scre
CORECACTORS M1 x	
tisch: sawing(s) of read, locacion.pit and proposed area for land applica increcopied rection of involved 7.5' topographic sheet.	rion.
an Approved by: 1 emp (An han ha	
	Dans: 7/15/14 PRECEIVE
	JUI : 2014

Chice of Others Gas WV Dep 08/08/2014





West Virginia Department of Environmental Protection Office of Oil and Gas WELL LOCATION FORM: GPS

API: 47-39-5449 WELLNO: 196-117
FARMNAME: 14 pp alachian Land Co.
RESPONSIBLE PARTYNAME: Janes W. Road Jr.
COUNTY: KANAWHA DISTRICT: FIK
QUADRANGLE: Mammoth
SURFACE OWNER: 14 PP & lachian hand Co.
ROYALTYOWNER: Pinc MOUNTAIN Oil & CAS
UTM GPS NORTHING: 4245829
UTM GPS EASTING: 47556-7, 4 GPS ELEVATION: 904
The Responsible Party named above has chosen to submit GPS coordinates in lieu of preparing a new well location plat for a plugging permit or assigned API number on the above well. The Office of Oil and Gas will not accept GPS coordinates that do not meet the following requirements: 1. Datum: NAD 1983, Zone: 17 North, Coordinate Units: meters, Altitude: height above mean sea level (MSL) – meters. 2. Accuracy to Datum – 3.05 meters 3. Data Collection Method: Survey grade GPS: Post Processed Differential
Real-Time Differential
Mapping Grade GPS: Post Processed Differential
Real Time Differential
4. Letter size copy of the topography map showing the well location. I the undersigned, hereby certify this data is correct to the best of my knowledge and

belief and shows all the information required by law and the regulations issued and

prescribed by the Office of Oil and Gas.

Signature