DATE: 09/15/06

API: 47-39-05806

State of West Virginia Division of Environmental Protection Section of Oil and Gas Well Operator's Report of Well Work

Farm name: Imperial & Blackcat Mines

Location Elevation: 1483' District: Cabin Creek

Operator Well No: 825784 Quadrangle: Cedar Grove

County: Kanawha

CHESAPEAKE APPALACHIA, L.L.C.	Casing & Tubing	Used in drilling	Left in Well	Cement fill up Cu.Ft.
Address: P.O. Box 6070	13 3/8"	666	666	655
Charleston, WV 25362	7"	2251	2251	716
Agent: Michael A. John	4 1/2"	4950	4950	424
Inspector: Carlos W. Hively	2 3/8"	4855	4855	,
Date Permit Issued:02/21/06				
Date Well work commenced: 04/28/06				
Date Well Work completed: 07/15/06		-		
Verbal Plugging:		* * * *		
Date Permission granted on:			. :	
▼ Rotary				
Total Depth (feet): 4984'				
Fresh Water Depth (ft): None Reported				
Salt Water Depth (ft.): 1450'				· ·
Is coal being mined in area N T Y				
Coal Depths (ft): 285', 385', 521', 560',				
609', 639'	٠.			

OPEN FLOW DATA (SEE ATTACHED)

Producing formation:

Pay zone depth (ft) from

from to

Gas:

Initial open flow

MCF/d Oil: Initial open flow

Bbl/d

Final open flow MCF/d

Final open flow Bbl/d

Time of open flow between initial and final tests Hours

Static rock Pressure psig (surface pressure) after Hours

2nd producing formation:

Pay zone depth (ft) from

from to

Office of Oil & Gas

Office of Chief

Gas: Initial open flow

Initial open flow

MCF/d Oil: Initial open flow

Bbl/d

Final open flow MCF/d

Final open flow

Bbl/d

to;

to;

Time of open flow between initial and final tests Hours

Static rock Pressure psig (surface pressure) after Hours

3rd producing formation:

Gas:

Pay zone depth (ft) from

to: from

MCF/d Oil: Initial open flow

Bbl/d

Final open flow MCF/d Final open flow Bbl/d

Hours

Time of open flow between initial and final tests

WV Department of Environmental Protection

Static rock Pressure psig (surface pressure) after Hours

NOTE: ON BACK OF THIS FORM PUT THE FOLLOWING: 1), DETAILS OF PERFORATEDINTERVALS, FRACTURING OR STIMULATING. PHYSICAL CHANGE, ETC. 2). THE WELL LOG WHICH IS A SYSTEMATIC DETAILED GEOLOGICAL RECORD OF ALL FORMATIONS, INCLUDING COAL ENCOUNTERED BY THE WELLBORE.

Operator Well No: 825784

25 Perforations from 2,420

Total N2 87,116 SCF

ATP 2,217 PSI

2,383 PSI

Breakdown @

1st Stage: Foam Frac of Lower Huron Date Fraced: 06/06/2006

30	54.5 1 14.554. 55/55/2555
14 Perforations from 4,883 - 4,295 Breakdown @ 2,741 PSI ATP 2,929 PSI Total N2 730,385 SCF	Acid500gal. 15% HCL Avg Rate32F SCFM
2nd Stage: Foam Frac of Devonian Shale	Date Fraced: 06/06/06
16 Perforations from 3,610 - 3,167 Breakdown @ 3,106 PSI ATP 3,188 PSI Total N2 717,968 SCF	Acid _500 gal. _15 % HCL Avg Rate _32.2
3rd Stage: Foam Frac of Weir	Date Fraced: 06/06/06
40 Perforations from 2,576 - 2,677 Breakdown @ 2,807 PSI ATP 2,898 PSI Total N2 923,100 SCF	Acid 300 gal. 15 % HCL Avg Rate 45 ☐ SCFM
4th Stage: Foam Frac of Injun	Date Fraced: 06/06/06
	Acid250gal15% HCL Avg Rate8.8
5th Stage: Foamed Acid Treatment of Big Lin	me Date Fraced: 06/06/06

Acid 250 gal.

Avg Rate

Total H2O

10.0

Post ISIP 2,049 PSI

28 % HCL ☐ SCFM ☐ BPM

66 Bbl., Total Acid 2500 gal 20 %HCL

Lower Huron, Shale, Weir, Injun, Big Lime FOF 516 Mcf/d 6 hours Lower Huron, Shale, Weir, Injun, Big Lime FRP 175 PSI

2,412

Chesapeake Energy Corp.-Eastern Division Chesapeake Energy 825784 Cabin Creek District, Kanawha County, WV 47-039-05806-0000 Ground elevation:1483'

Formation	Тор	Bottom
Siltstone, Sand & Shale	0	1542
Salt Sand	1542	1812
Siltstone & Shale	1812	1833
Maxon U	1833	1855
Siltstone & Shale	1855	1920
Maxon M	1920	1939
Siltstone & Shale	1939	2160
Maxon L	2160	2205
Little Lime	2205	2253
Big Lime	2253	2481
Injun sand	2481	2505
Shale	2505	2565
Weir	2565	2695
Shale	2695	2910
Sunbury	2910	2925
Berea sandstone	2926	2929
Shale	2929	3142
Gordon	3142	3190
Shale	3190	4083
Lower Huron	4083	4884
Java	4884	
LTD	4984	

Depths are electric log data.



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 Joe Manchin III, Governor Stephanie R. Timmermeyer, Cabinet Secretary www.wvdep.org

February 21, 2006

WELL WORK PERMIT

New Well

This permit, API Well Number: 47-3905806, issued to COLUMBIA NATURAL RESOURCES, 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 of completion of drilling, 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 results in civil and/or criminal penalties being imposed upon the operators.

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 or Mr. Al Blankenship at 304-926-0499 ext. 1653.

JAMES MARTIN

Chief,

Office of Oil and Gas

Operator's Well No: 825784

Farm Name: IMPERIAL & BLACKCAT MINES

API Well Number: 47-3905806

Permit Type: New Well
Date Issued: 02/21/2006

Promoting a healthy environment.

FORM WAR 2018 14 2001

STATE OF WEST VIRGINIA

Page __ of 39.05806

DEPARTMENT OF ENERGY, DIVISION OF OIL AND GAS WELL WORK PERMIT APPLICATION

1)	Well Operator: COLUMBIA NATURAL RESOURCES, LLC #10460				
2)	Operators Well Number: 825784 3) Elevation: 1483'				
4)	Well type: (a) Oil or Gas_X				
	(b) If Gas: Production X Underground Storage Shallow X				
5)	Proposed Target Formation(s): Devonian Shale				
6)	Proposed Total Depth: 4990'				
7)	Approximate fresh water strata depths: N/A				
8)	Approximate salt water depths: 1550'				
9)	Approximate coal seam depths: 283', 393', 560', 722'				
10)	Does land contain coal seams tributary to active mine?				
11)	Proposed Well Work: TO DRILL AND STIMULATE NEW WELL				
12)	CASING AND TUBING PROGRAM				

	SIZE	GRADE	WEIGHT PER FT.	FOR DRILLING	LEFT IN WELL	FILL-UP (CU.FT.)
Conductor	26"	L.P.		AS	NEEDED	
Coal	20"	L. S.		313	313	*If Needed
Coal	16"	L. S.		423	423	*If Needed
Coal	13 3/8"	L. S.	37	590	590	*If Needed
Coal	9 5/8"	L.S.	26	752	752	*If Needed
Intermediate	7"	L.S.	17	2270	2270	342
Production	4 1/2"	M	10.5		4990	100
Tubing	2 3/8"	C.H. 3-9-04	(AS	NEEDED	

^{*}A string of casing will be set if an open mine is encountered. It will be cemented to surface by balancing the bottom & grouting to surface on a basket above the mine. At least one string of pipe will be ran as a surface string. Comenced +oscietose.

PACKERS:	Kind
	Sizes
	Depths set

For Division of Oil and Gas Use Only

Fee(s) paid:		□WPCP
Plat	WW-9 WW-2B Bond Agent	:
	(Type)	