

west virginia department of environmental protection

Office of Oil and Gas 601 57th Street, S.E. Charleston, WV 25304 (304) 926-0450 fax: (304) 926-0452

Austin Caperton, Cabinet Secretary www.dep.wv.gov

Tuesday, August 07, 2018
WELL WORK PLUGGING PERMIT
Vertical Plugging

HG ENERGY, LLC 5260 DUPONT ROAD

PARKERSBURG, WV 26101

Re: Permit approval for 3 47-043-01736-00-00

This well work permit 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 any additional specific 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. Please be advised that form WR-38, Affidavit of Plugging and Filling Well, is to be submitted to this office within 90 days of 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.

Per 35 CSR 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) 926-0450.

Operator's Well Number: 3

Farm Name: HORSE CREEK TRACT C

James A. Martin

Chief

U.S. WELL NUMBER: 47-043-01736-00-00

Vertical Plugging Date Issued: 8/7/2018

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. 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.

WW-4B Rev. 2/01

1) Date June 11	, 2018
2) Operator's	
Well No. Horse Cre	ek Tract "C" # 3
3) API Well No. 4	7 - 043 - 01736

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

	APPLICATION FOR A PERM	MIT TO PLUG AND ABANDON
4)	Well Type: Oil X / Gas X / Liquid	d injection / Waste disposal /
		derground storage) Deep/ Shallow X
5)	Location: Elevation 956'	Watershed Laurel Fork
	District DUVAL	County Lincoln Quadrangle Garrett's Bend 7.5'
6)	Well Operator HG Energy, LLC	7) Designated Agent Diane White
	Address 5260 Dupont Road	Address 5260 Dupont Road
	Parkersburg, WV 26101	Parkersburg, WV 26101
8)	Oil and Gas Inspector to be notified	9) Plugging Contractor
	Name Jeffery L. Smith	Name To Be Determined Upon Approval of Permit
	Address 5369 Big Tyler Road	Address
	Cross Lanes, WV 25313	
	** See Attached Sh	RECEIVED Office of Oil and Gas JUL 11 2018 WV Department of Environmental Protection
work	fication must be given to the district of can commence.	and gas inspector 24 hours before permitted Date 6-21-18

08/10/2018

Monument to extend 30" above surface. 10' Well: Horse Creek Tract C#3 into well. 6" min metal pipe, sealed with cement. API i.D. 956' Elevation: 5 255 sacks cement to surface Casing Information Size Depth Weight 85/8" 346 Freepoint Cut and Pull Casing 20#/ft. 4 1/2" 2500' 10.5#/ft. Size Approx. Depth 4 1/2 1850 4 Hole Size 6.75" Cement Plugs NO. Bottom Top 2200 Z3co 1 2300 2400 2 1900 1800 3 1000 900 4 400 300 5 100 0 3 Bottom Hole Cement Level Calculations # Sacks Used Cement Depth 50 2200.079 Office of Oil and Gas Hole Size **Casing Size** Depth 6.75 4.5 2507 JUL 11 2018 2 diameter delta bbls / ft. Conv. Factor WV Department of Environmental Protection 25.3125 1029.4 0.02459 cubic ft. per vertical ft. depth 0.138058122 50 Sacks Cement T.O.C. 2200' \leftarrow Sacks per vertical ft. depth 0.162908584 Highest Perforation 2453' Yield options Received 50/50 posmix 6% gel = 1.64 Neat w/ salt flakes = 1.19 50/50 w/ 2% gel = 1.27 FEB 10 2016 TD Office of Oil and Gas WV Dept. of Environmental Protection

Form WW-4(B)

Rev. 2/01

1)	Date:J	une 11, 20	18				
2)	Operator's Well Number						
	Horse Creek Tract "C" # 3						
3)	API Well No:	47	043	-	1736		
		Ctata			Damia		

STATE OF WEST VIRGINIA DIVISION OF ENVIRONMENTAL PROTECTION OFFICE OF OIL AND GAS APPLICATION FOR A PERMIT TO PLUG AND ABANDON

		APPLICATI	ION FOR A F	ERMIT TO PLU	G AND A	BANDON		
4) WEL	L TYPE:	A Oil	XGas	X Liquid In	ection _	Waste Dis	posal	
		B (If "Gas", I	Production _	Undergro	und Storage	eDeep_	Shallow _	<u>X</u>)
5) LOC	ATION:	Elevation:	948'	Wate	ershed:	Laurel Fork		
3) 200	ATION.	District:	Duval	Cour	_		Quadrangle: Garret	t's Bend 7.5"
6) WEL	L OPERATOR:	HG Ener	rgy LLC	308122	7) DESIG	GNATED AGENT	Diane White	
	Address	****	pont Road			Address _	5260 Dupont R	
		Parkersb	ourg, WV 2610	<u>)1</u>		-	Parkersburg, W	/V 26101
8) OIL	& GAS INSPECTOR TO BE NO	TIFIED			9) PLUG	GING CONTRAC	TOR	
Nam		Jeffery L. Smith			Name		ned Upon Approval	of Permit
Addı	ress	5369 Big Tyler Roa	ad		Addre	ss		<u> </u>
		Cross Lanes, WV 2	5313					-
Plug #1 - Located a Free-point Plug #2 - Located a Plug #3 - Located a Plug #4 - Located a Plug #5 - Surface Erect Monu Cement Plu Cement tops	of Plugging: 2400' - 2300' bove the highest perforation t, part and pull 4 1/2" casing at ar Approx 1900' - 1800' tt 4 1/2" casing stub 1000' - 900' tt elevation 400' - 300' tt 8 5/8" casing shoe, fresh water 100' - 0 ment with API #, 1/2" height numbering gs are Class A, Regular Neat Cement s will be tagged ween all cement plugs.	pprox 1850'				casing can not be rester metal pipe, 30° at	JUL WV E EDVERED, EDVERORP	RECEIVED Gas of Oil and Gas 11 2018 Department of Register Factorization
			OFFICE	USE ONLY		· · · · · · · · · · · · · · · · · · ·		
			PLIIGGT	IG PERMIT				•
			LLUGGII	· · · · · · · · · · · · · · · · · · ·				
Permit Nu	mber				_	Date		19
the pertine	it covering the well operator and the v nt legal requirements subject to the co il and Gas Inspector 24 hours before a	onditions contained herein	and on the reve			rdance with		
	The permitted work is as describe and conditions on the reverse her		ication, plat, sub	ject to any modification	ons			
Permit exp	pires			unless plugging is	commenced	d prior to that date an	d prosecuted with due	diligence.
Bond:	Agent:	Plat:	Casing:	WPCP	Other			
					-	Chie	f, Office of Oil & G	as
NOTE: K	eep one copy of this permit posted at	the plugging location.				- ///		20/40/20

Received

FEB 1 n 2016

Office of Oil and Gas WV Dept. of Environmental Protection

PENNZOIL COMPANY Well Completion Report

Lease: HORSE CREEK TRACT "C" Well No. 3 New Well X Old Well
District: Duval County: Lincoln State: West Virginia
Pool Name: Griffithsville Northeast Pool No. 57 Elevation 956.82' KB: St.
Producing Formation: Berea Depth: From 2444' to 2466'
Date Drilled In: November 1, 1976 Pays: Oil: From 2444' to 2466'
Original Total Depth: 25071 Con From to
Plug Back Depth: 2484' Gas: From 2444' to 2466'.
<u>Production</u> <u>Initial</u> <u>Present</u> <u>After Fracture</u>
011
Gas 8-5/8"
Surface Csg. set @ 354' KB YGY Gr. H-40 New: Used Wt. 20# Collars ST&C
Cement Reg. Neat Amount 255 Sacks Plug Down @ 5:45 AM:RM Date10/29/76
Production Csg. set @ 2507'KB:EK Gr. ERW New:Used Wt. 10.50# Collars ST&C
Cement 50/50 PosmixAmount 50 Sacks Plug Down @ 2:15 AM:PXX Date 11/2/76
Logged by: Basin Surveys Date: November 1, 1976
Logs Used: Gamma Ray-Comp. Density-Caliper
Perforated by: McCullough Date: November 20, 1976
Perforations: 2453'-2485' - 4 holes/ft 20 holes
Treatment Data
Fluid Sand Acid Solvent Gel Agent Loss Agent Agent Office of Oil and Gas
Type <u>Crude 20/40 15% HC1 Parathin</u> 15-N JUL 1 1 2018
Amount 574 26,000 500 55 2 WV Department of
Breakdown Pressure: 2500 Treating Pressure: Max. 3000 Min. 2400 Avg. 2600 Environmental Protection
Avg. Inj. Rate 31.0 BPM ISIP 1300 @ 12:25 XXXPM 5 min. SIP 1125
10 min. SIP 1000 15 min. SIP 900 Other
EQUIPMENT USED
Service Company: Halliburton HHP 1975
By: Jeffrey M. Beardmore Date Fractured: 11/20/76

WW-4A Revised 6-07

4) Surface Owner(s) to be served:

1) Date:	June 11, 2018	
2) Operator	's Well Number	
Horse Creek Tract	"C" # 3	
Horse Creek Traci	1 C #3	

3) API Well No.: 47 -

043 - 01736

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE 0F APPLICATION TO PLUG AND ABANDON A WELL

5) (a) Coal Operator

(a) Name	Keith E. Tyler, Sr.	Name	NA	
Address	P. O. Box 172	Address		
	Culloden, WV 25510	_		
(b) Name		(b) Coal Ov	vner(s) with Declaration	
Address		Name	NA	
		Address		
(c) Name		Name		
Address		Address		
	***************************************	_	9	Offic RECEIVED
6) Inspector	Jeffery L. Smith	(c) Coal Le	ssee with Declaration	Office of Oil and Gas
Address	5369 Big Tyler Road	Name	NA	1111
Tiddress	Cross Lanes, WV 25313	Address	, x	JUL 11 2 018
Telephone	681-313-6743		-	W/ Danast
rerepriene				WV Department of Environmental Protection
Take notice accompanyi Protection, the Applica	you received these documents is that you have ripulate not required to take any action at all. that under Chapter 22-6 of the West Virginia Cooling documents for a permit to plug and abandon a with respect to the well at the location described of tion, and the plat have been mailed by registered amstances) on or before the day of mailing or delivered.	de, the undersigned well well with the Chief of the on the attached Applicated or certified mail or de	operator proposes to file or has filed this Notice Office of Oil and Gas, West Virginia Departion and depicted on the attached Form WW-6.	ice and Application and tment of Environmental Copies of this Notice,
S S S S S S S S S S S S S S S S S S S	OFFICIAL SEAL NOTARY PUBLIC STATE OF WEST VIRGINIAL IS: JEANINE M. GAUTHIER HG Energy, LLC 5280 Dupont Road arkersburg, West Virginia 26101 Commission Expires Aug. 30, 2022	HG Energy, LLC Diane White Agent 5260 Dupont Road Parkersburg, WV 261 304-420-1119	iane White	
	same M. Sauth	lay of	2018 Notary Public	

Oil and Gas Privacy Notice

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 normal 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 depprivacyoffier@wv.gov.

WW-9 (5/16)

API Number 47	043	_ 01736	
Operator's Well N	lo.		

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

FLOIDS/ COTTINGS	DISPOSAL & RECLAMATION FLAN
Operator Name_HG Energy, LLC	OP Code 49449748
Watershed (HUC 10) Laurel Fork	Quadrangle Garrett's Bend 7.5'
Do you anticipate using more than 5,000 bbls of water to	complete the proposed well work? Yes No V
Will a pit be used? Yes No✓	
	uids are anticipated with plugging the well, if there are any, they'll be disposed of off site
Will a synthetic liner be used in the pit? Yes	No ✓ If so, what ml.?
Proposed Disposal Method For Treated Pit Wast	es:
	rovide a completed form WW-9-GPP)
	Permit Number)
Off Site Disposal (Supply form	n WW-9 for disposal location)
Other (Explain Any well effluen	t will be contained and taken to off site disposal
Will closed loop systembe used? If so, describe: No	
Drilling medium anticipated for this well (vertical and hor	rizontal)? Air, freshwater, oil based, etc. NA
-If oil based, what type? Synthetic, petroleum, et	tc. NA
Additives to be used in drilling medium? NA	RECEIVED Office of Oil and Gas
Drill cuttings disposal method? Leave in pit, landfill, rem	oved offsite, etc. NA JUL 11 2018
-If left in pit and plan to solidify what medium w	ill be used? (cement, lime, sawdust) NA WV Department of
-Landfill or offsite name/permit number? NA	WV Department of Environmental Protection
	and Gas of any load of drill cuttings or associated waste rejected at any vided within 24 hours of rejection and the permittee shall also disclose
on April 1, 2016, by the Office of Oil and Gas of the We provisions of the permit are enforceable by law. Violation or regulation can lead to enforcement action. I certify under penalty of law that I have personapplication form and all attachments thereto and that, base the information, I believe that the information is true, as submitting false information, including the possibility of false.	and conditions of the GENERAL WATER POLLUTION PERMIT issued st Virginia Department of Environmental Protection. I understand that the s of any term or condition of the general permit and/or other applicable law conally examined and am familiar with the information submitted on this ed on my inquiry of those individuals immediately responsible for o btaining courate, and complete. I am aware that there are significant penalties for time or imprisonment.
Company Official Signature Diane White	
Company Official (Typed Name) Diane White	
Company Official Title Agent	
Subscribed and sworn before me this 11th day	of June , 2018
My commission expires Aug 30 202	NOTARY PUBLIC STATE OF WEST VIRGINIA
My commission expires 450 202	JEANINE M. GAUTHIER HG Energy, LLC 5260 Dupont Road Parkersburg, West Virginia 26101 My Commission Expires Aug. 30, 2022

08/10/2018

T	WW-9
rom	w w -9

roini w w-9		Operator's V	Vell No	
Proposed Revegetation Treatm	ent: Acres Disturbed 1	.1 Preveg etation p	Н	······
Lime3	Tons/acre or to correct	t to pH 6.5		
Fertilizer type 10-20	-20	<u>₽</u>		
Fertilizer amount	500	lbs/acre		
Mulch_Straw	2	_Tons/acre		
		Seed Mixtures		
Tem	porary	Perma	anent	
Seed Type	lbs/acre	Seed Type	lbs/acre	
Tall Fescue	40	Tall Fescue	40	
Ladino Clover	5	Ladino Clover	5	
hotocopied section of involve	e land application area. ed 7.5' topographic sheet.	vide water volume, include dimensions (L.		
				RECEIVED Diffice of Oil and JUL 11 20 WV Departmen
				vironmental Pro

WW-9- GPP Rev. 5/16

	Page	1	of 2	
API Number 47	043	-	01736	
Operator's Well N	lo.			

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

GROUNDWATER PROTECTION PLAN

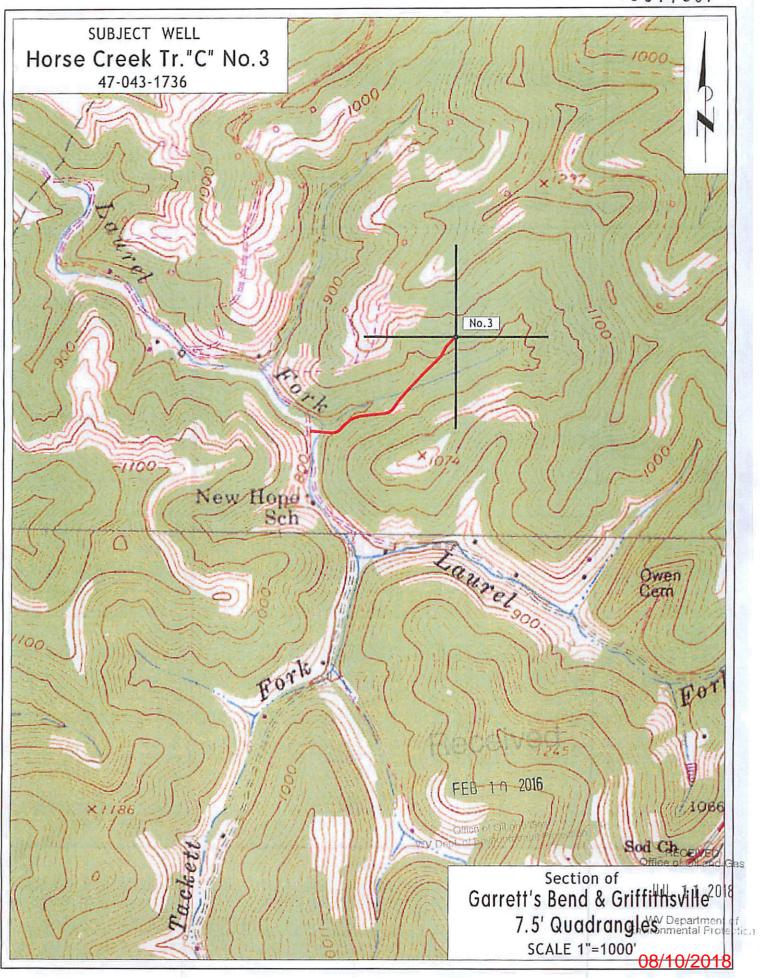
	R PROTECTION FLAN
Operator Name: HG Energy, LLC	
Watershed (HUC 10): Laurel Fork	Quad: Garrett's Bend 7.5'
Farm Name:	
 List the procedures used for the treatment and discharge groundwater. 	e of fluids. Include a list of all operations that could contaminate the
NA	
Describe procedures and equipment used to protect grou	ndwater quality from the list of potential contaminant sources above.
NA	*
 List the closest water body, distance to closest water I discharge area. 	body, and distance from closest Well Head Protection Area to the
NA	
	RECEIVED Office of Oil and Gas
Summarize all activities at your facility that are already	regulated for groundwater protection.
NA	WV Department of Environmental Protection

5. Discuss any existing groundwater quality data for your facility or an adjacent property.

WW	-9-	GPI
Rev.	5/1	6

Page	2 of 2
API Number 47 - 043	- 01736
Operator's Well No	

IA	
Provide a statement that no waste material will be used for deicing of	or fill material on the property.
IA .	
Describe the groundwater protection instruction and training to b provide direction on how to prevent groundwater contamination.	e provided to the employees. Job procedures shall
IA	
Provide provisions and frequency for inspections of all GPP elemen	ts and equipment.
IA .	RECE Office of Ci
	JUL 1
	WV Depar Environmenta
gnature: Diane White	
111 - 10	



WW-7 8-30-06



West Virginia Department of Environmental Protection Office of Oil and Gas

WELL LO	CATION FORM: GP	S	
_{API:} 47-043-01736	WELL NO.:	3	
FARM NAME: Horse Cree	k Tr. "C" No. 3		
RESPONSIBLE PARTY NAME:	HG Energy, LLC		
COUNTY: Lincoln	DISTRICT:	DUVAL	· · · · ·
QUADRANGLE: GARRETT'S	SENA		9
SURFACE OWNER: Keith E	. Tyler Sr.		
ROYALTY OWNER: HG En	ergy, LLC et al		
UTM GPS NORTHING: 42346	02 (NAD 83)	(948')	
UTM GPS NORTHING: 42346 UTM GPS EASTING: 4213	GPS ELEVA	_{TION:} 289 m	1
The Responsible Party named above preparing a new well location plat for above well. The Office of Oil and Grand the following requirements: 1. Datum: NAD 1983, Zone height above mean sea le 2. Accuracy to Datum – 3.0 3. Data Collection Method: Survey grade GPS: Post Pr	or a plugging permit or assigned as will not accept GPS coordinate: 17 North, Coordinate Units: r vel (MSL) – meters. 5 meters	d API number on a ates that do not m	the
	ime Differential		
Mapping Grade GPS X : Post		ĸ.	
Rea		1000F 3F	
4. Letter size copy of the t I the undersigned, hereby certify this belief and shows all the information prescribed by the Office of Oil and O	required by law and the regular	ny knowledge and	JUL 11 2018
Diane White	Agent	6/11/18	WV Department of Environmental Protection
Signature	Title	Date	