

### 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

June 30, 2015

# WELL WORK PERMIT Secondary Recovery Well

This permit, API Well Number: 47-4303483, 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 feel free to contact me at (304) 926-0499 ext. 1654.

James Martin

Chief

Operator's Well No: EPHRAIM GRIEFITH 132

Farm Name: BENDER, JASON & ASHLEY

API Well Number: 47-4303483

Permit Type: Secondary Recovery Well

Date Issued: 06/30/2015

## 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. 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 with 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. 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.
- 6. During the surface casing and cementing process, in the event cement does not return to the surface, or any other casing string that is permitted to circulate cement to the surface and does not return to the surface, the oil and gas inspector shall be notified within twenty-four (24) hours
- 7. Well work activities shall not constitute a hazard to the safety of persons.
- 8. Operator shall provide the Office of Oil & Gas notification of the date that drilling commenced on this well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov within 30 days of commencement of drilling.

FORM WW-3 (B) 1/12



2) Operator's Well 1	No.	Eph	nraim Griffith	132		
3) API Well No.:	47	-	Lincoln		s	
	State	-	County	-	-	Permit
4) UIC Permit No.	UIC2	R043	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

5) WELL TYPE:		d Injection	_	_		ction (not stora		1	aste Dispos		
6) LOCATION:	Elevation						orter Fork				
,		Duval				unty Lincoln		Quadran	igle Griffiths	ville 7.5'	
7) WELL OPERA			LLC		-			NT Diane V		7.10	
	-	260 Dupon				o) DESIGNA	Addre		pont Road		
710			, WV 2610	1	-		Addie		burg, WV 261	101	
9) OIL & GAS IN	-					10) DRILLI	NG CONTI		bulg, VVV 20	101	
, , , , , , , , , , , , , , , , , , , ,	y James	K TO BE	NOTIFI	ED					rough of Dorm	:•	
		V James         Name         To Be Determined Upon Approval of Permit           Jox 147         Address           W 25545         Address									
A CONTRACTOR OF THE CONTRACTOR											
Olia, v	VV 25545					-					
11) PROPOSED				hysical			/ Recorate new for	drill ormation		timulate Convert	
12) GEOLOGIC	TARGET	<b>FORMA</b>	TION BE	rea		Depth	2707	Feet (top	) to 2724	Feet (bottom)	
13) Estimated De	pth of Cor	npleted V	Vell, (or a	ctual de	pth of exist	ing well): 29	42 TMD	Feet			
14) Approximate			: Fre	esh 150		Feet	Salt	The Control of the Co	Feet		
15) Approximate	coal seam	depths:	200			-	20000000		= 10		
16) Is coal being	mined in t	he area?	Yes		No						
17) Virgin reserv	oir pressur	e in targe	et formati	on 1250	psig	Source	Estimated				
18) Estimated res							-			psig (BHFP)	
19) MAXIMUM					IONS: V	olume per ho	ur 25 BBL	Bottom I	nole pressur		
20) DETAILED I											
water, bactericid									11001111	ater, produced	
21) FILTERS (IF						dunity and impre	710 011 100010	.,			
22) SPECIFICAT						OTHER COE	D DOGLON (	CONTROL			
22) SI LCIFICA	110145 10	K CATH	ODICTN	OTECT	ION AND	OTHER COR	CICOSION C	CONTROL	1		
23) CASING AND	TURING	PROGRAM	M								
	TODINGT			0110				T			
CASING OR TUBING TYPE	Size		ECIFICATI		Unad	FOOTAGE I		CEMENT FILL -UP	P.	ACKERS	
TODING TITE	Size	Grade	Weight per ft.	New	Used	For Drilling	Left In Well	OR SACKS		,	
			per it.				Wen	(CU. FT.)		2/ 1	
Conductor								(0.0000)	Kinds	R 103	
Fresh Water	7"	LS	17#	X		300'	300'	CTS	Killus	041	
Coal	<u> </u>		17#			300	300	013	Sizes		
Intermediate						-				375" x 4.5"	
Production	4 1/2"	J-55	10.5#	Х		2892'	2892'	150 sks	Depths se		
Tubing	2 3/8"	J-55	4.6#	X				150 SKS	Deptils se	2400'	
Liners	2 3/0	J-55	4.0#	^		2507'	2507'	-	Descent's	232 130E	
Lineis								-	Perforatio		
									Тор	Bottom	
								-			
20 100 10 12	NO OPER	TINIC D	Lavinos	de en	1 1		500				
24) APPLICANT						-		- At last 1.	0.0.1		
	/ Ic			other co			00/00/190		404	of record in the	
Lincoln		C	ounty Cle		ice in leas	se		Book 36		Page 67	
			10	n -							

APR 2 7 2015

FORM WW-3 (A) 1/12



1)	Date:	April 10,	2015				
2)	Operato	r's Well	No.	Ephrair	m Griffith 1	132	
3)	API We	ll No.:	47	-		-	
			State		County	_	Permit
4)	UIC Peri	nit No.	UIC2	R04301/	AP		

	State of Sta	4) 0	ic remit No.	UIC2RU4301AP	
	STATE O OF LIQUID INJECTION OF WAST HE DEPARTMENT OF ENVIRONM wner(S) To Be Served				r# 2995
	STATE O	F WEST V	TRGINIA		NA SION
NOTICE	OF LIQUID INJECTION OF WAST	TE DISPOS	AL WELL WO	RK PERMIT AP	PLICATION ************************************
FOR TI	HE DEPARTMENT OF ENVIRONM	IENTAL P	ROTECTION, 0	OFFICE OF OIL	AND GAS,
5) Surface Ov	wner(S) To Be Served	7) (a) Coal	Operator		
(a) Name	Jason & Ashley Bender	Name	NA		
Address	20 Open Harvest Drive	Address	-		
	Yawkey, WV 25573	-	-		
(b) Name	Jeremy & Sarah McClung	7) (b) Coal	Owner(S) With D	eclaration Of Recor	d
Address	1754 Midway Road	Name	NA		
	Sumerco, WV 25567	Address			
(c) Name		Name			
Address		Address			
() I	Income Inno	7) (2) (2)	I with D. I	ontine Of December	
6) Inspector Address	Jeremy James		Lessee with Decla	iration Of Record	
Address	P. O. Box 147 Ona, WV 25545	<ul><li>Name</li><li>Address</li></ul>	NA		
Telephone	Ona, VVV 20040	- Address			
retephone	-	-	-		
plan for e	erosion and sediment control and for reclam	ation for the	site and access roa	ıd.	
The date	e proposed for the first injection or wast	e disposal is	S		20 15
THE REASO	N YOU HAVE RECEIVED THESE DO	CUMENTS	IS THAT YOU	HAVE RIGHTS F	REGARDING THE
	N WHICH ARE SUMMARIZED IN THE				
	ATION [(FORM WW-3(B)] DESIGNATE	ED TO YOU	. HOWEVER YO	OU ARE NOT REQ	UIRED TO TAKE
ACTION AT	ALL.				
Take notice th	at under Chapter 22-6 of the West Virginia	Code, the u	ndersigned well on	erator proposes to f	ile or has filed this
Notice and Ap	oplication and accompanying documents for	or a Well We	ork Permit with th	e Chief of the Office	ce of Oil and Gas,
	Department of Environmental Protection				
	nd depicted on the attached Form WW-6.				
	on Plan have been mailed by registered or in certain circumstances) on or before the				) named above (or
y publication	in certain circumstances) on or before the c	ady of the file	ining of delivery to	, the Chief.	
	The person signing this docum	nent shall m	ake the following	g certification:	
T portificant		Torre Britain in			
	a manufact of last that T have a second!		Well Operator	HG Energy, LLC	
	er penalty of law that I have personally exan	nined and	Well Operator Address	HG Energy, LLC 5260 Dupont Road	
	ith the information submitted in this docume	nined and ent and all		The second secon	01
attachments ar		nined and ent and all duals		5260 Dupont Road	01
attachments ar immediately re the information	ith the information submitted in this document that, based on my inquiry of those individually individually individually individually individually in its true, accurate and complete. If am awar	nined and ent and all duals believe that e that there	Address	5260 Dupont Road Parkersburg, WV 261	01
attachments ar immediately re the information are significant	ith the information submitted in this document that, based on my inquiry of those individes ponsible for obtaining the information, I be n is true, accurate and complete. I am awar penalties for submitting false information.	nined and ent and all duals believe that e that there	Address By:	5260 Dupont Road Parkersburg, WV 261 Diane White Agent	
nttachments ar mmediately re he information are significant	ith the information submitted in this document that, based on my inquiry of those individually individually individually individually individually in its true, accurate and complete. If am awar	nined and ent and all duals believe that e that there	Address By:	5260 Dupont Road Parkersburg, WV 261 Diane White	

APR 2 7 2015

WW-2B1 (5-12) Well No. Ephraim Griffith 132

# 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.

Be advised, you have the right to sample and analyze any water supply at your own expense.

Listed below is the laboratory chosen by operator to perform analysis, and contactor chosen to collect sample.

Certified Laboratory Name
Sturm Environmental Labs
Sturm Environmental Labs

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 underling which one you have selected to sample and analyze. If there are no water wells or springs within 1000 feet of the proposed site, the Chief may require the operator to test wells up to 2000 feet from the proposed site.

- See Attached Sheet -

Received

APR 2 7 2015

Office of Oil and Gas
WV Dept. of Environmental Protection

WW-2B1 Well No. Edna J May 132

## Page 2 - Continued

# 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.

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.

### Surface Owners Identified With Water Sources to be Sampled and Tested:

- \* Edward Price 4850 Midway Road Yawkey, WV 25573
- \* Jeremy McClung 1754 Midway Road Sumerco, WV 25567
- Garland Adkins
   5249 Straight Fork Road
   Griffithsville, WV 25521
- \* Joann McMellon 4642 Midway Road Yawkey, WV 25573
- \* Wilford Bird 4622 Midway Road Yawkey, WV 25573
- \* Mary Pauley
  221 Bowie Street
  St Albans, WV 25177

- Jackie Stowers
   4818 Midway Road
   Yawkey, WV 25573
- \* Earl Ryan 4797 Midway Road Yawkey, WV 25573
- \* DAVIS Brothers, LLC P. O. Box 11 Sumerco, WV 25567
- \* Delphia Tudor 4689 Midway Road Yawkey, WV 25573
- Jason Bender
   20 Open Harvest Drive
   Yawkey, WV 25573

Received

APR 2 7 2015

Office of Oil and Gas
V/V Dept. of Environmental Protection

WW-9 Rev. 5/10

Page	67of
API Number 47 -	-
Operator's Well No. Ephra	im Griffith 132

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

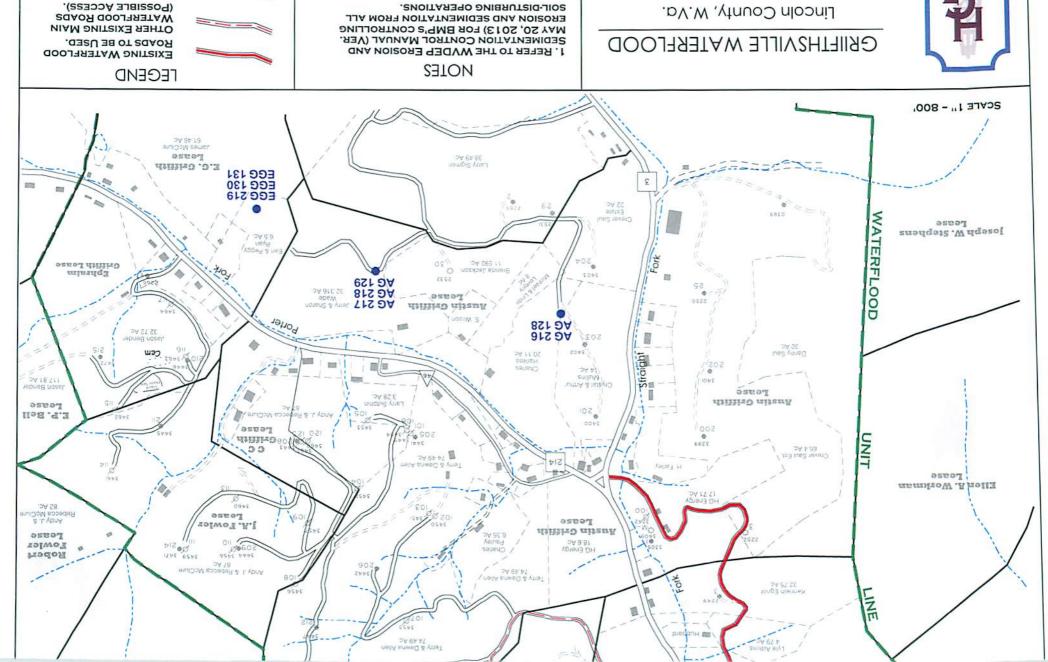
CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

GENERAL PERMIT FOR OIL A	ND GAS PIT WASTE DISCHARGE
Operator Name_ HG Energy, LLC	OP Code 494497948
Watershed Porter Fork	Quadrangle Griffithsville 7.5
Elevation 725' County Lincoln	District_Duval
Description of anticipated Pit Waste: Fluids accumlated while dr	illing the subject well
Do you anticipate using more than 5,000 bbls of water to comple	te the proposed well work? Yes No _X
Will a synthetic liner be used in the pit? Yes If	so, what mil.? 20 Mil
	Number)
Off Site Disposal (Supply form WW-	9 for disposal location)
Other (Explain	
Drilling medium anticipated for this well? Air, freshwater, oil ba	ased, etc. Air, Fresh Water
-If oil based, what type? Synthetic, petroleum, etc. NA	
Will closed loop system be used ? No Drill cuttings disposal method? Leave in pit, landfill, removed o	cc.;, Leave in nit
-If left in pit and plan to solidify what medium will be u -Landfill or offsite name/permit number?	sed? Cement, time, sawdust Native soil, cement and lime
on August 1, 2005, by the Office of Oil and Gas of the West Virg provisions of the permit are enforceable by law. Violations of law or regulation can lead to enforcement action.  I certify under penalty of law that I have personally application form and all attachments thereto and that, based	onditions of the GENERAL WATER POLLUTION PERMIT issued ginia Department of Environmental Protection. I understand that the any term or condition of the general permit and/or other applicable examined and am familiar with the information submitted on this on my inquiry of those individuals immediately responsible for use, accurate, and complete. Tam-aware that there are significant ity of fine or imprisonment.  APR 2 7 2015  Office of Oil and Gas  WV Dept. of Environmental Protection
Subscribed and sworn before me this 10th day of Api	ril 2015 OFFICIAL SEAL
Subscribed and sworn before me this 10th day of Apr	NOTARY PUBLIC
	STATE OF WEST VIRGINIA S. DIANNE DULANEY
- Come Bul	5260 Dupont Road
My commission expires Oct. 4, 2016	Parkersburg, West Virginia 26101 My Commission Expires Oct. 4, 2016

OFFICIAL SEAL
NOTARY PUBLIC
STATE OF WEST VIRGINIA
S DIANNE DULANEY
SECTIONS NOW ROOM
My Commission Expression 4 2016

	LEGEND	
Property Boundary	Diversion Contraction	
Road = = = = = = = = = = = = = = = = = = =	Spring —	
Existing Fence — X — X — X —	. Wet Spot	
Planned Fence///	Drain Pipe with size in inches	· — © —
Stream	Waterway 😝 🥽	$\Leftrightarrow$
Open Ditch	Cross Drain	
Rock #35885	Artificial Filter Strip	
North N	Pit: cut walls	.114.
Buildings	Pit: compacted fill walls	711111
Water wells	Area for Land Application of	Pit Weste
Drill site	6	
Proposed Revegetation Treatment: Acres Disturbed	1.0 acres Prevegetation p	oH
Lime3 Tons/acre or to cor	rect to pH	
Fertilizer (10-20-20 or equivalent)	500 lbs/acre (500 lbs minimum)	
Mulch Straw 1		
Mulch	Tons/acre	
	Seed Mixtures	
Area I		rea II
Seed Type lbs/acre	Seed Type	lbs/acre
Tall Fescue 40	Tall Fescue	40
Ladino Clover 5	Ladino Clover	5
**Sediment Control should be in pl	ace at all times**	
Attach: Drawing(s) of road, location,pit and proposed area for	r land application.	eccived
Photocopied section of involved 7.5' topographic sheet	et.	
		APR 2 7 2015
Plan Approved by: Ralph D. Triplell		
Comments:	WV Dept	Office of Oil and Gas Lof Environmental Protection
Title: District Inspector	Date: Opril 23 3	2015
Field Reviewed? (Lincoln ) Yes	( )No	

AS-BUILT CONSIDERATIONS.
 DRAWING NOT TO SCALE.



2. SEE PAGE ONE OF RECLAMATION PLAN FOR DETAILS OF NEW ROAD CONSTRUCTION AND ROAD UPGRADES FROM POINT ATO DRILL SITE LOCATION.

3. EXISTING WATERPLOOD ACCESS ROADS WILL BE MAINTAINED IN PRESENT CONDITION.
THESE ROADS WERE CONSTRUCTED UNDER CONDITIONS SET FORTH IN VARIOUS DRILLING PERMITS ISSUED BY WYDEP-OOG PRIOR TO 2015 (AS SHOWN). SEE PERMITS ON

FILE FOR MORE DETAIL.

SAMPLED (LOC. APPROX.)

SUPPLY SOURCE TO BE

POTENTIAL WATER

PROPOSED WELLS

**FARM ROADS TO BE** 

EXISTING LEASE OR

LOCATION FOR

CONSTRUCTED.

UPGRADED.

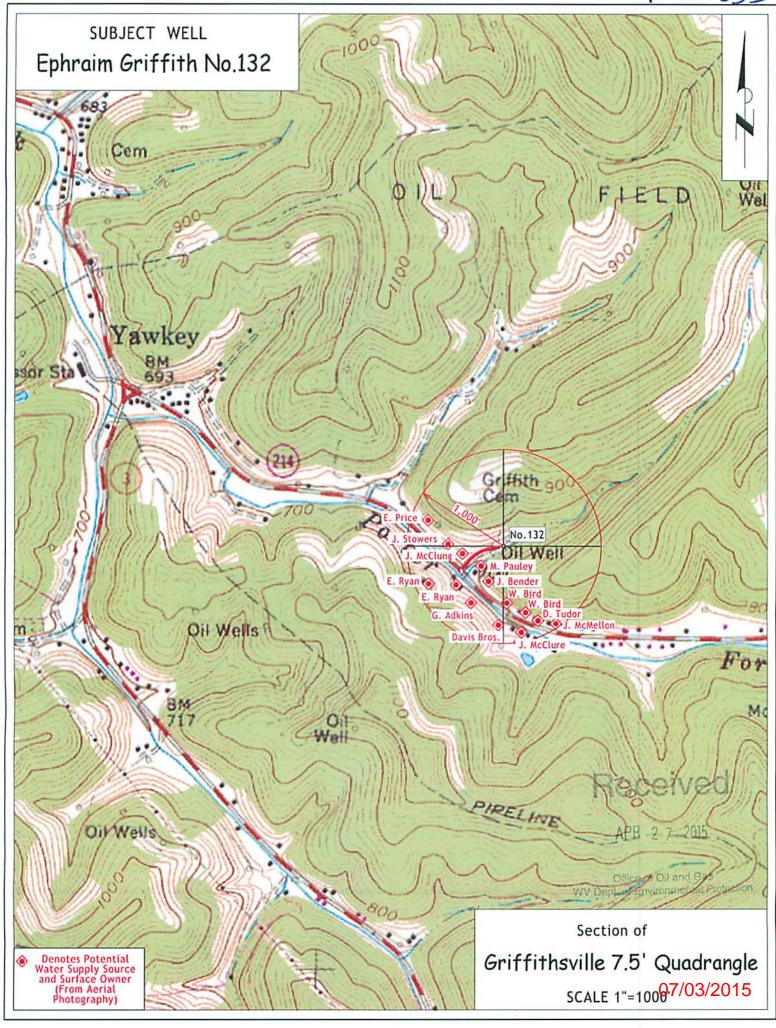
AG 216

RECLAMATION PLAN SHOWING ROAD SYSTEMS TO BE USED FOR 2015 DRILLING PROGRAM (NORTH)

PAGE 2



AARCH 3, 2015



Ch50 Ch7

