

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 14, 2015

WELL WORK PERMIT

Secondary Recovery Well

This permit, API Well Number: 47-4303496, 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.

Operator's Well No: EMMA GRIFFITH 137

Farm Name: PARKER, LINDA & LIONEL

API Well Number: 47-4303496

Permit Type: Secondary Recovery Well

Date Issued: 07/14/2015

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. <u>Failure to adhere to the specified permit conditions may result in enforcement action.</u>

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



1) Date: 05/08	3/2015					
2) Operator's We		Emi	ma Griffith 13	7		
3) API Well No.	47	-	Lincoln	-	s	
	State		County	_		Permit
4) UIC Permit N	o. UIC	2R043	RO1AP			

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

6) LOCATION:	771	na injecti	on v	/	Gas Inje	ection (not stora	ge)] / [Waste Disposal
		ion: 915'					raight Fork		
7) WELL OPEN		t: Duval			Co	ounty Lincoln		Quadra	ngle Griffithsville 7.5'
7) WELL OPER						8) DESIGNA	TED AGI	ENT Diane	White
Ac		260 Dupor					Addre	SS 5260 D	upont Road
		Parkersburg						Parkers	sburg, WV 26101
9) OIL & GAS I		OR TO BI	E NOTIF	IED		10) DRILLIN	IG CONT	RACTOR	
-	Triplett								proval of Permit
	McClellan H					Address			27.0
Branc	hland, WV	25506							
12) GEOLOGIC 13) Estimated De 14) Approximate 15) Approximate 16) Is coal being 17) Virgin reserv 18) Estimated res 19) MAXIMUM 20) DETAILED	TARGET epth of Control water strate coal seam mined in the oir pressure servoir frace PROPOSI	FORMA mpleted V nta depths: n depths: the area? re in targo cture pres	TION Be Well, (or a 360 Yes et formaticum 260 CTION O	physical erea actual de esh 310 con 1250 con DPERAT	pth of exis No psig	/ Perfo well (specify) Depth ting well): 307 _ Feet	2838 9 TMD Salt	Feet (top Feet 1160	
21) FILTERS (IF 22) SPECIFICAT 23) CASING AND	TIONS FO	R CATH	ODIC PR	COTECT	ION AND	OTHER CORI	ROSION C	CONTROL	
	TODING	KOOKAI							
				ONTO					
CASING OR	0.1		ECIFICATI			FOOTAGE IN		CEMENT	PACKERS
	Size	Grade	Weight per ft.	New	Used	FOOTAGE IN For Drilling	Left In Well	CEMENT FILL -UP OR SACKS (CU. FT.)	PACKERS POT 15
CASING OR	Size		Weight		Used		Left In	FILL -UP OR SACKS	
CASING OR TUBING TYPE	Size		Weight		Used		Left In	FILL -UP OR SACKS (CU. FT.)	-1
CASING OR TUBING TYPE		Grade	Weight per ft.	New	Used	For Drilling	Left In Well	FILL -UP OR SACKS	Kinds PT 15
CASING OR TUBING TYPE Conductor Fresh Water Coal		Grade	Weight per ft.	New	Used	For Drilling	Left In Well	FILL -UP OR SACKS (CU. FT.)	Kinds P 1 15
CASING OR TUBING TYPE Conductor Fresh Water Coal Intermediate	7"	Grade	Weight per ft.	New	Used	For Drilling 460'	Left In Well 460'	FILL -UP OR SACKS (CU. FT.)	Rinds Sizes 2.375" x 4.5"
CASING OR TUBING TYPE Conductor Fresh Water Coal Intermediate Production		Grade	Weight per ft. 17# 10.5#	New X	Used	460' 3029'	460' 3029'	FILL -UP OR SACKS (CU. FT.)	Kinds Sizes 2.375" x 4.5" Depths set
CASING OR TUBING TYPE Conductor Fresh Water Coal Intermediate Production Tubing	7"	LS J-55	Weight per ft.	New	Used	For Drilling 460'	Left In Well 460'	FILL -UP OR SACKS (CU. FT.)	Rinds Sizes 2.375" x 4.5" Depths set 2500'
CASING OR TUBING TYPE Conductor Fresh Water Coal Intermediate Production Tubing	7"	LS J-55	Weight per ft. 17# 10.5#	New X	Used	460' 3029'	460' 3029'	FILL -UP OR SACKS (CU. FT.)	Kinds Sizes 2.375" x 4.5" Depths set 2500' Perforations
CASING OR TUBING TYPE Conductor Fresh Water	7"	LS J-55	Weight per ft. 17# 10.5#	New X	Used	460' 3029'	460' 3029'	FILL -UP OR SACKS (CU. FT.)	Rinds Sizes 2.375" x 4.5" Depths set 2500'
CASING OR TUBING TYPE Conductor Fresh Water Coal Intermediate Production Tubing	7" 4 1/2" 2 3/8"	LS J-55 J-55	Weight per ft. 17# 10.5# 4.6#	X X X		460' 3029'	460' 3029'	FILL -UP OR SACKS (CU. FT.)	Kinds Sizes 2.375" x 4.5" Depths set 2500' Perforations

Office of Off & Gas

MAY 1 5 2015

CX# 303000

FORM WW-3 (A) 1/12

5) Surface Owner(S) To Be Served
(a) Name Lionel & Linda Parker



1)	Date:	May 8, 2	015				
2)	Operate	or's Well	No.	Emma	a Griffith 1	37	
3)	API W	ell No.:	47		643	-	03496
			State		County		Permit
4)	UIC Per	mit No.	LIICZE	204301	AP		

STATE OF WEST VIRGINIA NOTICE OF LIQUID INJECTION OF WASTE DISPOSAL WELL WORK PERMIT APPLICATION FOR THE DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS,

7) (a) Coal Operator Name NA

(b) Name Address (c) Name Address	Yawkey, WV 25573 Joshua Brumfield 31 Vandalia Drive Yawkey, WV 25573	7) (b) Coal Name Address	Owner(S) With I	Declaration Of Record	
Address (c) Name	31 Vandalia Drive	Name		Declaration Of Record	
(c) Name	EC - ACTION		NA		
A STATE OF THE STA	Yawkey, WV 25573	Address	IVA		
A STATE OF THE STA					
A STATE OF THE STA		Name	-		
11441633		Address			
6) Inspector	Ralph Triplett	7) (c) Coal	Lessee with Decl	aration Of Record	-
Address	5539 McClellan Hwy	Name	NA NA	aration of Record	
rtuaress	Branchland, WV 25506	Address			
Telephone	304-389-0350	_ /tddress	-		
THE REASON APPLICATION	proposed for the first injection or was YOU HAVE RECEIVED THESE D WHICH ARE SUMMARIZED IN TH TION [(FORM WW-3(B)] DESIGNAT	OCUMENTS E "INSTRUC	IS THAT YOU TIONS" ON THI	HAVE RIGHTS R	F THE COPY OF
Notice and App West Virginia Application and and Reclamation	t under Chapter 22-6 of the West Virgini blication and accompanying documents to Department of Environmental Protection depicted on the attached Form WW-6. In Plan have been mailed by registered on certain circumstances) on or before the	for a Well Wo on, with respe Copies of thi r certified mai	ork Permit with the ct to a well at the Soutice, the Appl or delivered by	ne Chief of the Offic ne location described lication, the plat, and hand to the person(s)	e of Oil and Gas, I on the attached I the Construction
	The person signing this document	ment shall m	ake the followin	g certification:	
"I cartify under	panalty of law that I have personally ava	mined and	Well Operator	HG Energy, LLC	
"I certify under penalty of law that I have personally examir am familiar with the information submitted in this documen			Address	5260 Dupont Road	
				Parkersburg, WV 2610	
am familiar wit		iduais	By		
am familiar wit attachments and	I that, based on my inquiry of those indiv sponsible for obtaining the information, I		By:	Diane White	J1
am familiar wit attachments and immediately res the information	I that, based on my inquiry of those indiv sponsible for obtaining the information, I is true, accurate and complete. I am awa	believe that	Ite:	Diane White Agent	л
am familiar wit attachments and immediately re- the information are significant p	I that, based on my inquiry of those indivisions in the information, I is true, accurate and complete. I am awa benalties for submitting false information, I fine and imprisonment.	believe that	Its: d	-	



#

Received Office of Oil & Gas

MAY 1 5 2015

WW-2B1	ı
(5-12)	

Well No.	Emma	Griffith	137

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			
Sampling Contractor	Sturm Environmental Labs			
Well Operator HG Energy, L	LC			

5260 Dupont Road Address

Parkersburg, WV 26101

304-420-1119 Telephone

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 Office of Oil & Gas MAY 1 5 2015

Well No.

Emma Griffith 137

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:

- David Brumfield
 5000 Straight Fork Road
 Griffithsville, WV 25521
- Rebecca Myers
 5011 Straight Fork Road
 Griffithsville, WV 2552
- * Robert & Rosemary Spence 47 Camp Branch Road Hamlin, WV 25523

- * Elba Bell P. O. Box 257 Griffithsville, WV 25521
- Lionel & Linda Parker
 5008 Straight Fork Road
 Yawkey, WV 25573

Received
Office of Oil & Gas
MAY 1 5 2015

WW-9 Rev. 5/10

	Page	462	of	
API Number 47 -	-	- 4		
Operator's Well No) Emma	Griffith 13	7	

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 HG Energy, LLC		OP Code 494497	948
Watershed Straight Fork		Quadrangle Griffithsville 7.5'	
Elevation 915'	County Lincoln	District Duval	
Description of anticipated Pit W	aste: Fluids accumlated while o	drilling the subject well	
Do you anticipate using more that	an 5,000 bbls of water to comp	ete the proposed well work? Yes	No X
Will a synthetic liner be used in	the pit? Yes 1	f so, what mil.? 20 Mil	
	Application	Number)
× Off S	ite Disposal (Supply form WW (Explain	7-9 for disposal location)	
	2 Synthetic, petroleum, etc. NA	pased, etc. Air, Fresh Water	
Will closed loop system be used	? No		
	solidify what medium will be	offsite, ctc. Leave in pit used? Cement, lime, sawdust_Native s	
on August 1, 2005, by the Office provisions of the permit are enflaw or regulation can lead to enflaw or regulation from and all attack obtaining the information. I be	e of Oil and Gas of the West Vi orceable by law. Violations of orcement action. of law that I have personally ments thereto and that, based lieve that the information is t	conditions of the GENERAL WATER or ginia Department of Environmental Professional P	otection. I understand that the permit and/or other applicable information submitted on the immediately responsible for ware that there are significate
			Y 1 5 2015
Company Official (Typed Name	2) Diane White	TVIA	TO COLD
Company Official Title Agent			
Subscribed and sworn before me	this 8th day of M	May 2045	2550(A) 25A)
S Diam	le Ilelany	E Management	OFFICIAL SEAL NOTARY PUBLIC STATE OF WEST VIRGINIA ic S. DIANNE DULANEY 5260 Dupont Road
My commission expires	10/4/16	in Hart	Parkers. Tiest sigma 26101

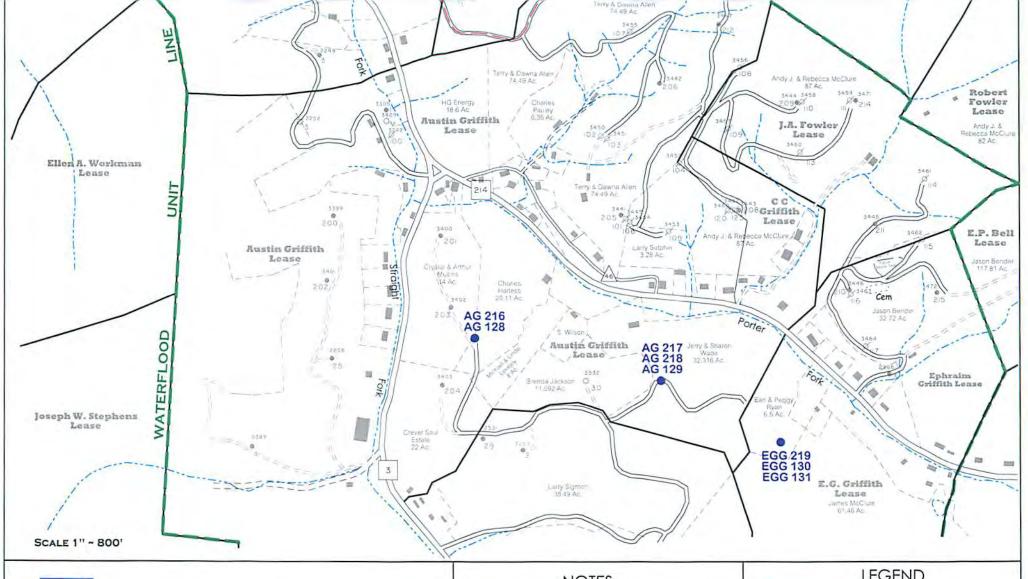
Operator's Well No.	Emma	Griffith	137
---------------------	------	----------	-----

		LEGEND	
Property Boundary		Diversion Levelle	
Rond = = .=	======	Spring -	
Existing Fence —	× — × — × —	Wet Spot	
	/_/_/_	Drain Pipe with size in	inches
Stream	M		
Open Ditch		Cross Drain	
Rock 635665		Artificial Filter Strip	
North N	Y	Pit: cut walls	(F)
Buildings (1997)	_	Pit: compacted fill wall	· will
Water wells (W	Area for Land Applicat	ion of Pit Waste
Drîll site	>		
December 1 December 1 ' T	10:	acres	
rroposed Revegetation 1		Prevegeta	ation pH
Lime	Tons/acre or to correct to p	н	
Fertilizer (10-20	500	bs/acre (500 lbs minimum)	
_{Mulch} Straw		ostacie (500 ios minimum)	
Mulch	Tons	s/acre	
	Se	eed Mixtures	
	Area I		Агеа II
Seed Type	lbs/acre	Seed Type	lbs/acre
Tall Fescue	40	Tall Fescue	40
Ladino Clover	5	Ladino Clover	5
**Sodiment Con	trol aboutd be in place	1 all 11 a a a a a	
Sediment Con	trol should be in place a	it all times""	
Attach:	ion,pit and proposed area for land ap	uliantia	-
	_	рисацоп.	Deceived
Photocopied section of in	volved 7.5' topographic sheet.		Received Office of Oil & Gas
Plan Approved by:	epl D. Timpeall		MAY 1 5 2015
Comments:	<i>'</i>		
			
Title: Distrut	Luxinantas;	Date: May //.	2015
	Lincoln		<u>40/3</u>
Field Reviewed?	Yes () No	

Reclamation Plan For: Emma Griffith No. 134 Emma Griffith No. 137 Matthew Spurlock Emma Griffith No. 220 Lease Anita Page Deardorff Surface 600' of 0-5% Grade 200' of 12-15% Grade 400' of 5-8% Grade 12 Matthew Spurlock HGE Lease Larry Wilkerson - Surface PIPELINE HURRICANE 400' of 5-8% Grade Access to Follow Old Lease Road to be Upgraded as Shown 350' of 0-5% Grade Matthew Spurlock Lease 500' of 10-15% Grade Linda & Lionel Parker - Surface UNIT WATERFLOOD 3077 11 500' of 5-10% Grade 350' of 18-20% Grade Joshua Brumfield Emma Grifftith 150' of 0-5% Grade Lease Linda & 0.4 Mi. to WV SR 3. See Page 2 for Waterflood Road Detail Lionel Parker Surface 500' of 10-15% Grade RAT 05/11/15 Office of Oil & Gas 134 ⊕⊕220 MAY 1 5 2015 Location Size ⊕ 137 80'x175' (0.3 Ac.) Alternate Pit Notes: Pit Size ~100'x15'x15' REQUESTED PERMIT IS FOR DRILLING OF NEW WELL. Some access roads are existing and will be upgraded to WVDEP standards. New 旬刊中於2015 will be installed as shown. STOCKPILE TOPSOIL FOR RE-DRESSING LOCATION DURING RECLAMATION ALL DISTURBED AREAS WILL BE RE-VEGETATED AS OUTLINED ON FORM WW-9. NOTE REFER TO THE WVDEP EROSION AND SEDIMENT CONTROL FIELD MANUAL VER. MAY 2012 FOR MAINTAIN SEDIMENT BARRIERS AND DRAINAGE STRUCTURES. BMPs CONTROLLING EROSION AND SEDIMENT FROM SOIL-DISTURBING ALL ROAD GRADES <5% EXCEPT AS NOTED. . LOCATION OF DRILL PIT MAY BE CHANGED BASED ON OPERATIONS. AS-BUILT CONSIDERATIONS. STACK BRUSH BELOW DISTURBED AREAS FOR SEDIMENTATION CONTROL.

O DRAWING NOT TO SCALE.

Page 1





GRIIFTHSVILLE WATERFLOOD

Lincoln County, W.Va.

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

NOTES

- 1. REFER TO THE WVDEP EROSION AND SEDIMENTATION CONTROL MANUAL (VER. MAY 20, 2013) FOR BMP'S CONTROLLING **EROSION AND SEDIMENTATION FROM ALL** SOIL-DISTURBING OPERATIONS.
- 2. SEE PAGE ONE OF RECLAMATION PLAN FOR DETAILS OF NEW ROAD CONSTRUCTION AND ROAD UPGRADES FROM POINT (A) TO DRILL SITE LOCATION.
- 3. EXISTING WATERFLOOD ACCESS ROADS WILL BE MAINTAINED IN PRESENT CONDITION. THESE ROADS WERE CONSTRUCTED UNDER CONDITIONS SET FORTH IN VARIOUS DRILLING PERMITS ISSUED BY WVDEP-OOG PRIOR TO 2015 (AS SHOWN). SEE PERMITS ON FILE FOR MORE DETAIL.

LEGEND

EXISTING WATERFLOOD ROADS TO BE USED.

OTHER EXISTING MAIN WATERFLOOD ROADS (Possible Access).

EXISTING LEASE OR FARM ROADS TO BE UPGRADED.

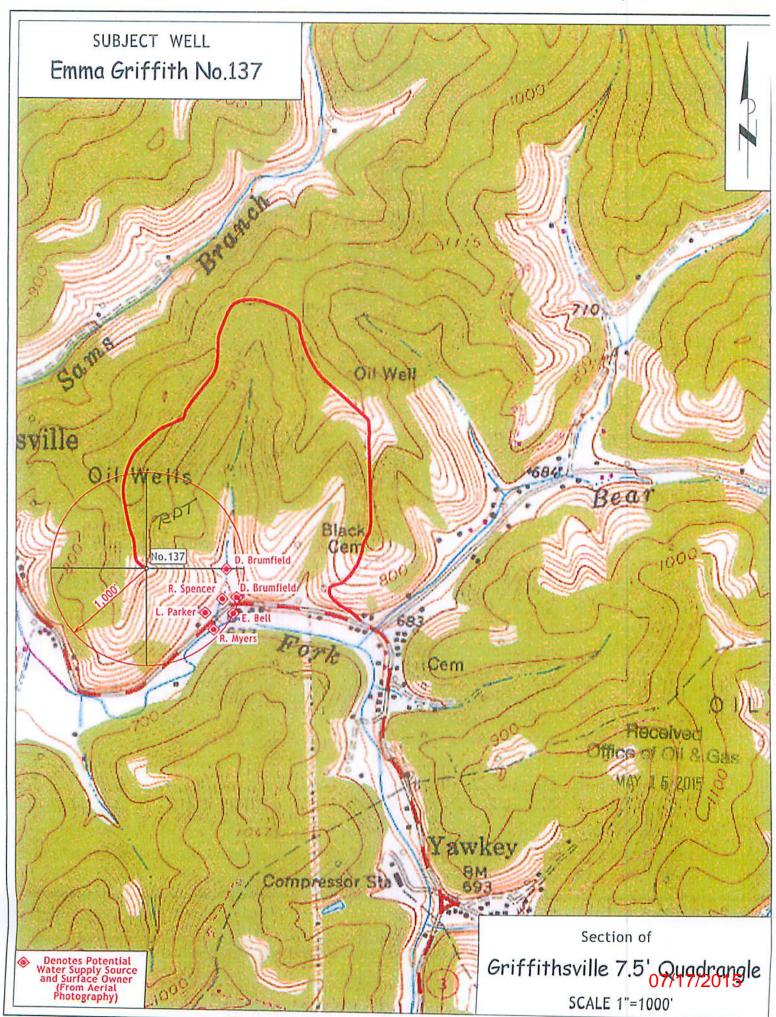
NEW ROADS TO BE CONSTRUCTED.

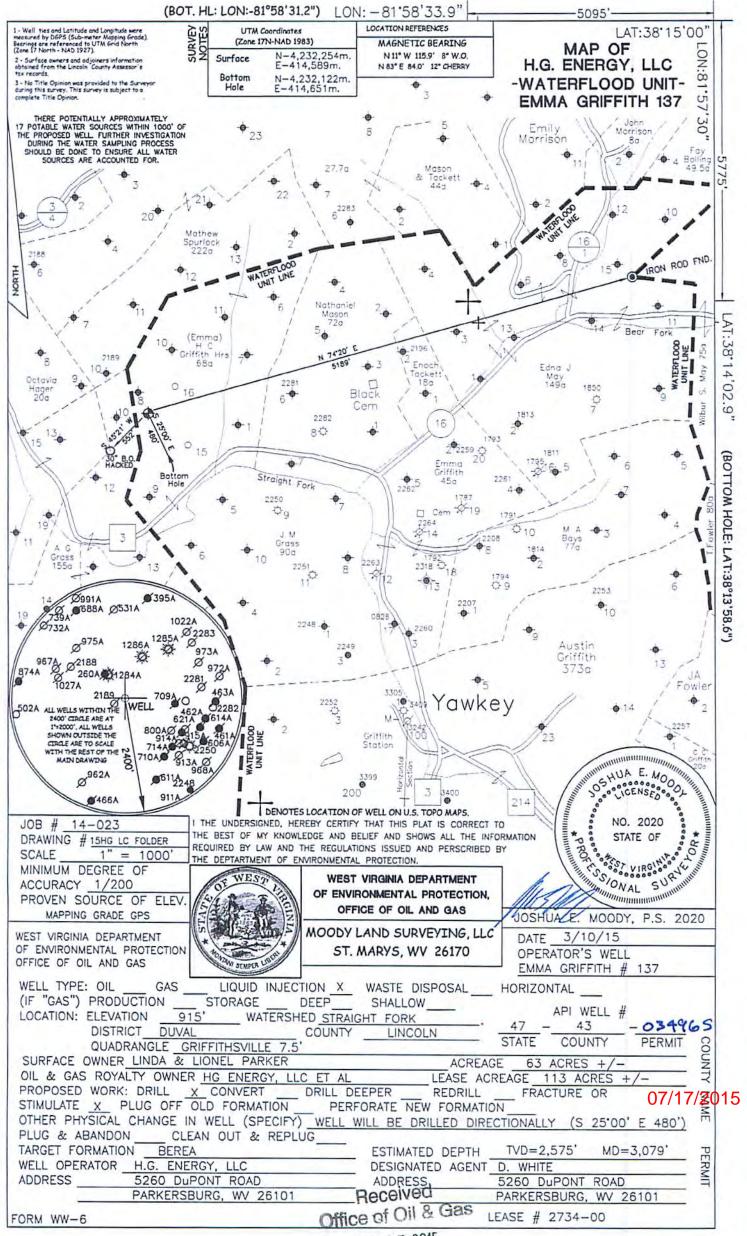
AG 216 LOCATION FOR PROPOSED WELLS

> POTENTIAL WATER SUPPLY SOURCE TO BE SAMPLED (LOC. APPROX.)

PAGE 2

MARCH 3, 2015





MAY 1 5 2015

