

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

March 06, 2014

WELL WORK PLUGGING PERMIT

Plugging

This permit, API Well Number: 47-4902291, issued to CONSOLIDATION COAL COMPANY, 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.

James Martin

Chief

Operator's Well No: 5120B

Farm Name: BAKER, MARGT A

API Well Number: 47-4902291 Permit Type: Plugging

Date Issued: 03/06/2014

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. 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.

FORM WW-4(B) Rev. 2/01

| 1.) Date: | Febru | ary 6 | | 20_ | <u> 14 .</u> |
|--------------|-----------|-------|--------|-----|--------------|
| 2.) Operator | 's Well N | lo | 5120B | | |
| 3.) API Well | | | 49 | | |
| • | St | ate | County | , - | Permit |

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

| | APPLICATION | FOR A PERMIT TO | PLUG & ABANDON | I |
|----------------------|---------------------------------------|--|-------------------------|--|
| 4.) WELL TYPE: | Oil X / Gas/ | / Liquid injection Underground storage | / Waste disposal// Deep | / / ShallowX |
| 5.) LOCATION: | Elevation: <u>1256.57'</u> | Watershed: <u>Dents</u> | Run of Buffalo Creek | <u>.</u> |
| | District: Mannington | County: <u>Marion</u> | Quadrangle: Glov | er Gap 7.5' . |
| 6.) WELL OPERAT | OR Consolidation Coal Co. | | 7.) DESIGNATED A | GENT Ronnie Harsh |
| Address | 1 Bridge St. | | Address | 1 Bridge St |
| | Monongah, WV 26554 | | _ | Monongah, WV 26554 |
| 8.) OIL & GAS INS | PECTOR TO BE NOTIFIED | | 9.) PLUGGING CON | TRACTOR |
| Name | Bill Hendershot | | Name | |
| Address _ | 403 James St. | | Address | |
| | Mannington, WV 26582 | | _ | <u></u> |
| | | | | |
| | | | | Received |
| Notification must be | given to the district oil and gas ins | spector 24 hours before permi | tted work can commence. | FEB 1 4 2014 |
| | | | W | Office of Oil and Gas lept. of Environmental Protection |
| Work order approved | l by inspector | | Date | |

EXHIBIT NO.1

From the experience and technology developed since 1970 in plugging oil and gas wells for mining through, Consolidation Coal's Northern West Virginia Operations will utilize one of the following two methods to plug all future wells.

4 ½ VENT PIPE METHOD

- (a) If active well: clean out to total depth and plug back according to state regulations to a minimum of 200 feet below the lowest minable coal seam.
- (b) If abandoned well: clean out to first plug 200 feet below lowest minable coal seam.
- (c) Run 4 ½ casing from surface to a minimum of 200 feet below lowest minable coal seam and circulate 50/50 poz mix cement followed by expanding cement to surface. The expanding cement shall extend from a minimum of 200 feet below minable coal seam to a point 100 feet above.

The 4 ½ will remain open from surface to a minimum of 80 feet below that minable coal seam.

SOLID PLUG METHOD

- (a) If active well: clean out to total depth and plug back according to state regulations to a minimum of 200 feet below lowest minable coal seam.
- (b) If abandoned well: clean out to first plug 200 feet below lowest minable coal seam.
- (c) Circulate through tubing or drill steel an expanding cement plug from a minimum of 200 feet below minable coal seam to a point 100 feet above minable coal.

Circulate through tubing or drill steel 50/50 poz mix from 100 feet above coal seam to surface.

A monument will be installed with API No. and stating "solid plug".

Received

FEB 1 4 2014

03/07/2014

FORM WW-4(A) Revised 6-07

| 1) Date: _ | February 6, | 2014 | |
|------------|--------------|-------|--|
| 2) Operato | or's Well No | 5120B | |

3) API Well No. 47 - 49 -

State County Permit

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

| 4) SURFACE OWNER(S) TO BE SERVED (a) Name CONSOLIDATION COAL CO. | 5)a) COAL OPERATOR Name CONSOLIDATION COAL CO. |
|---|--|
| Address 1 Bridge St. | Address 1 Bridge St. |
| Monongah, WV 26554 | Monongah, WV 26554 |
| (b) Name Address | (b) COAL OWNER(S) WITH DECLARATION: Name |
| (c) Name | Address |
| (c) Name Address | |
| VA INCRECTOR | (c) COAL LESSEE WITH DECLARATION: |
| (6) INSPECTORAddress | NameAddress |
| | |
| Telephone | |
| | |
| (1) The Application to Plug and Abandon a We parties involved in the work, and describes work order; and | |
| (2) The Plat (surveyor's map) showing the well | location on Form WW-6. |
| Take notice under Chapter 22-6 of the West Virginia of and Application and accompanying documents for a permit of Virginia Department of Environmental Protection, with responsible of the attached From WW 6. Content this Notice, the Application to the possible marrier above of by publication in cert | Code, the undersigned well operator proposes to file or has filed this Notice to plug and abandon a well with the Chief of the Office of Oil and Gas, West sect to the well at the location described on the attached Application and depicted olication, and the plat have been mailed by registered or certified mail or delivery by ain circumstances) on or before the day of mailing or delivery by the Chief. |
| FEB 1 4 2014 | week approximate a second seco |
| | WELL OPERATOR Consolidation Coal Company By Ronnie Harsh |
| Office of Oil and Gas WV Dept. of Environmental Protection | Its |
| Rani Nary | |
| My commission expires | Notary Public State Of West Virginia Notary Public Janet L. Lleving 199 Broadview Avenue Fairmont, WY 26554 My Commission Expires June 13, 2014 |
| personal information may be disclosed to other State agencia regulatory requirements, including Freedom of Information | ion, such as name, address and phone number, as a part of our regulatory duties. Your es or third parties in the normal course of business or as needed to comply with statutory or Act requests. Our office will appropriately secure your personal information. If you have any contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov. |

WW-9 Rev. 5/08

| P | age | | of | |
|---------------------|-----|-----|-----|-----|
| API Number 47 - | 049 | | 311 | 7 |
| Operator's Well No. | 512 | 20B | | 100 |

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

| perator Name_ | Consolidation Coa | п Сотрану | | | | | |
|--|--|---|--|---|---|--|---|
| Vatershed Den | ts Run of Buffalo C | reek | | Quadrangle | Glover Gap | | |
| levation | 1256.57 | County | Marion | | District | Manning | ton |
| Description of a | nticipated Pit Waste: | N/A | | | | | |
| Oo you anticipa | te using more than 5, | 000 bbls of wate | r to complete | e the proposed | well work? Yes | | NoX |
| Vill a synthetic | liner be used in the p | it? N/A | | . If so, what n | nil.? | _ | |
| roposed Dispos | Off Site Di | ication nd Injection (UIO API Number sposal (Supply f | orm WW-9 f | for disposal loc | ation) | |) |
| If oil bandditives to be | X Other (Extra anticipated for this vased, what type? Synused? Bentonit | well? Air, freshv thetic, petroleun | water, oil bas n, etc.? | sed, etc | | r | |
| -If left | sposal method? Leav in pit and plan to soli ill or offsite name/per | dify what mediu | m will be use | ed? Cement, li | me, sawdust | | |
| -If left -Landfi I certify n August 1, 200 rovisions of the wor regulation I certify pplication forn btaining the in enalties for sub | in pit and plan to soli ill or offsite name/per y that I understand ar 05, by the Office of C e permit are enforces in can lead to enforcer y under penalty of land in and all attachment formation, I believe omitting false informa | ad agree to the tending and Gas of the label by law. Viewent action. The aw that I have puts thereto and the the information, including the second control of the control | erms and con e West Virgi plations of an personally en that, based of action is true the possibility | aditions of the Conia Department or con examined and a con my inquiry e, accurate, and y of fine or imp | GENERAL WAT t of Environment dition of the gen m familiar with of those individ | TER POLLU al Protectio eral permit the informa | |
| -If left -Landfi I certify n August 1, 200 rovisions of the wor regulation I certify pplication forn btaining the in enalties for sub | in pit and plan to soli ill or offsite name/per y that I understand ar 05, by the Office of C e permit are enforces in can lead to enforces y under penalty of land in and all attachment formation, I believe | ad agree to the tending and Gas of the label by law. Viewent action. The aw that I have puts thereto and the the information, including the second control of the control | erms and con e West Virgi plations of an personally en that, based of action is true the possibility | aditions of the Conia Department or con examined and a con my inquiry e, accurate, and y of fine or imp | GENERAL WAT t of Environment dition of the gen m familiar with of those individ | TER POLLU al Protectio eral permit the informa | JTION PERMIT issue n. I understand that the and/or other applicab ation submitted on the diately responsible for |
| -If left -Landfi I certify n August 1, 200 rovisions of the wor regulation I certify pplication form btaining the in enalties for sub | in pit and plan to soli ill or offsite name/per y that I understand ar 05, by the Office of C e permit are enforces in can lead to enforcer y under penalty of land in and all attachment formation, I believe omitting false informa | ad agree to the tending and Gas of the label by law. Viewent action. The aw that I have puts thereto and the the information, including the second control of the control | erms and con e West Virgi blations of an personally ex hat, based con ation is true he possibility | aditions of the Conia Department or con examined and a con my inquiry e, accurate, and y of fine or imp | GENERAL WAT t of Environment dition of the gen m familiar with of those individ | ER POLLU al Protectio eral permit the informa duals imme m aware th | JTION PERMIT issuent. I understand that the and/or other applicable and the submitted on the diately responsible for the are are right. |
| -If left -Landfi I certify n August 1, 200 rovisions of the wor regulation I certify pplication form btaining the in enalties for sub | in pit and plan to soli ill or offsite name/per y that I understand ar 05, by the Office of Ce permit are enforced to can lead to enforce y under penalty of lin and all attachment formation, I believe omitting false informatial Signature | and agree to the tend agree to the tend agree to the tend and Gas of the tend action. The second as the tend action and the the information, including the second action, including the second action, including the second action. | erms and con e West Virgi colations of an personally en that, based of that based of the possibility | aditions of the Conia Department or con examined and a con my inquiry e, accurate, and y of fine or imp | GENERAL WAT t of Environment dition of the gen m familiar with of those individ | ER POLLU al Protectio eral permit the informa duals imme m aware th | JTION PERMIT issue n. I understand that the and/or other applicab ation submitted on the diately responsible for |

Consolidation Coal Company Northern West Virginia Operations 1 Bridge Street Monongah, WV 26554

phone: 304-534-4748 fax: 304-534-4730

fax: 304-534-4739 e-mall: ronnieharsh@coalsource.com

*NAME: RONNIE HARSH *title: Project Engineer

Department of Environmental Protection
Office of Oil and Gas
601 57th Street, SE
Charles 100 to 25304-2345

Phone: (304) 926-0450 Fax: (304) 926-0452

To Whom It May Concern:

As per the Department of Environmental Protection, Office of Oil and Gas request, Consolidation Coal Company, Northern West Virginia Operations, submits the following procedures utilizing pit waste.

Upon submitting a well work application (without a general permit for Oil and Gas Pit Waste Discharge Application), Consolidation Coal Company, Northern West Virginia Operations, will construct no pits, but instead will use mud tanks to contain all drilling muds.

Once the well is competed, that material (minus the cave material) will be trucked to the next well to be plugged or to DEP impoundment facilities number U-46-84, U-78-83, 0-1044-9, 1 U-104-83 or U-100-83.

Sincerely,

Ronnie Harsh Project Engineer

Romi Hand

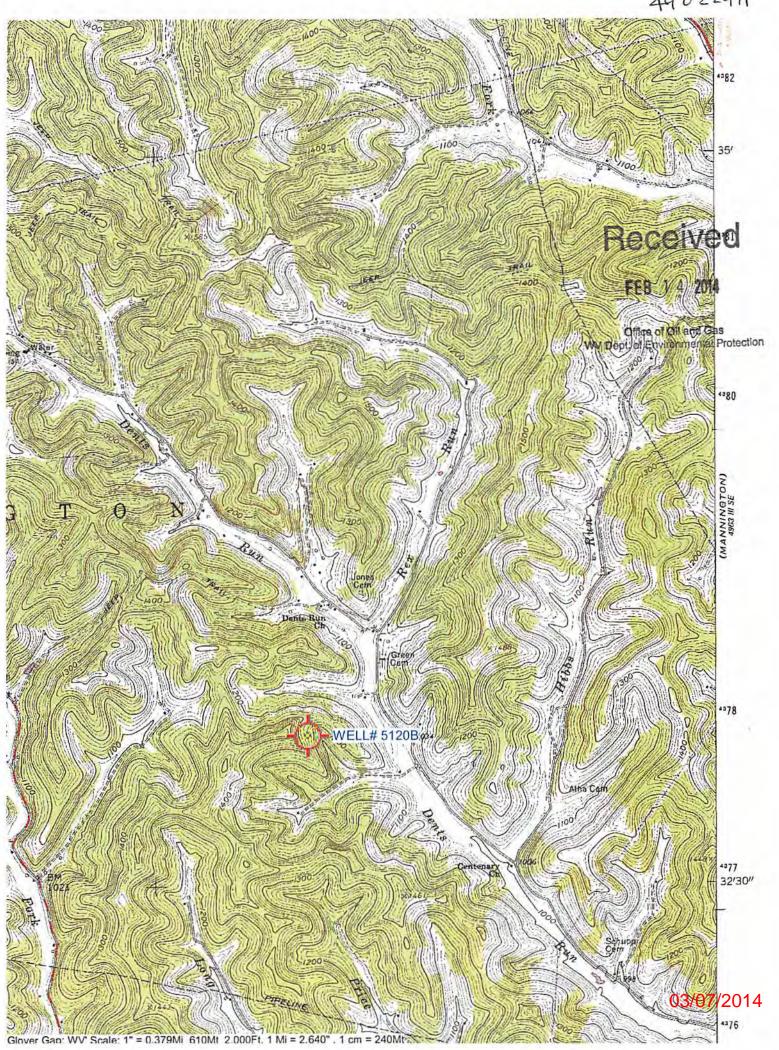
Received

FEB 1 4 2014

Office of Oil and Gas

WV Dept. of Environmental Protection

03/07/2014





West Virginia Department of Environmental Protection Office of Oil and Gas

WELL LOCATION FORM: GPS

| API:_4 | 47-049- | WELL NO.: 513 | 20B |
|---------------------|--|--|-------------------------------|
| FARM | NAME: Margt A Baker | | |
| RESPO | NSIBLE PARTY NAME: | | |
| COUNT | ΓY: <u>Marion</u> | JG DISTRICT: Manni | ngton |
| QUADI | RANGLE: Glover Gap | 374 | |
| SURFA | CE OWNER:Consolidatio | n Coal Company | |
| ROYAI | LTY OWNER: | | |
| UTM G | PS NORTHING: 4,378,016 | m | |
| UTM G | PS EASTING: 551,109 m | GPS ELEVATIO | N: 383 m (12571) |
| preparin above w | sponsible Party named above has ag a new well location plat for a prell. The Office of Oil and Gas wowing requirements: Datum: NAD 1983, Zone: 17 height above mean sea level (| olugging permit or assigned API ill not accept GPS coordinates the North, Coordinate Units: meters | number on the nat do not meet |
| 3. | Accuracy to Datum – 3.05 me Data Collection Method: 'ey grade GPS: Post Proces | sed Differential | Received |
| Мар | pping Grade GPS X : Post Pr | ne Differential | FEB 1 4 2014 |
| belief an | Letter size copy of the topog dersigned, hereby certify this data and shows all the information required by the Office of Oil and Gas. | graphy map showing the well loans is correct to the best of my known | wledge and |
| Signatur Februa | ary 6, 2014 | Professional Surve | yor |

