

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

August 15, 2013

WELL WORK PLUGGING PERMIT

Plugging

This permit, API Well Number: 47-5100146, issued to MCELROY 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: M-1574

Farm Name: ANDERSON, CHARLES E.

API Well Number: 47-5100146

Permit Type: Plugging
Date Issued: 08/15/2013

Promoting a healthy environment.

WW-4B Rev. 2/01

1) Date July 30	, 20 13
2)Operator's	<u> </u>
Well No. M-1574	
3) API Well No. 47-51	- 00148

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

APPLICATION FOR A PER	MIT TO PLUG AND ABANDON
4) Well Type: Oil / Gas / Liqui	d injection / Waste disposal /
	derground storage) Deep/ Shallow X
5) Location: Elevation 1114.05'	Watershed North Fork of Grave Creek
District Cameron	County Marshall Quadrangle Cameron, WV 7.5'
6) Well Operator McElroy Coal Company	7) Designated Agent Adrienne Carney
Address 6126 Energy Drive	Address 6126 Energy Drive
Moundsville, WV 26041	Moundsville, WV 26041
8) Oil and Gas Inspector to be notified Name Bill Hendershot	9)Plugging Contractor Name
Address 403 James Street	Address
Mannington, WV 26582	
Notification must be given to the district o work can commence.	il and gas inspector 24 hours before permitted AUG - 7 2003
Work order approved by inspector	Date
<u> </u>	Office of Oil and Gas
	WV Dept. of Environmental Protection 08/16/2013

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.

45 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 lowest minable coal seam.
- (b) If abandoned well: clean out to first plug 200 feet below lowest minable seam.
- (c) Run 4½ casing from surface to minimum 200 feet below lowest minable seam and circulate 50/50 poz mix cement followed by expanding cement to surface. The expanding cement shall extend from minimum 200 feet below minable coal seam to a point 100 feet above.

The 4½ 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 an 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".

A4/ENGR/EXHIBITI.RED

Received

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Office of Oil and Gas WV Dept. of Environmental Protection

08/16/2013

WW-4A Revised 6-07 1) Date:

July 30, 2013

2) Operator's Well Number

M-1574

3) API Well No.: 47 -

1 - 00146

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

(a) Name	Charles E. Anderson	Name	McElroy Coal Company
Address	23 Village Drive	Address	6126 Energy Drive
	Wheeling, WV 26003		Moundsville, WV 26041
(b) Name		(b) Coal Ov	wner(s) with Declaration
Address		Name	
	-	Address	(c
(c) Name		Name	
Address		Address	
3) Inspector		(c) Coal Le	ssee with Declaration
Address		Name	
	•	Address	
Telephone	100		
Protection, the Applic	ving documents for a permit to plug and abandon a with respect to the well at the location described	well with the Chief of the on the attached Applicated or certified mail or de	operator proposes to file or has filed this Notice and Application and he Office of Oil and Gas, West Virginia Department of Environmental ion and depicted on the attached Form WW-6. Copies of this Notice, elivered by hand to the person(s) named above (or by publication in
	Well Operator	r McElroy Coal Compa	
	By:	Adrienne Carney	Mean Bures
	Its:	Project Engineer / Ag	ient de la company de la compa
	Address	6126 Energy Drive	U U
	11441.000	Moundsville, WV 2604	41
	Telephone	304-843-3565	
		•	
Subscribed and	sworn before me this 30th	lay of July	Notary Printic Official Seal
Subscribed and	Wanda	lay of July	Notary Bublic Notary Public, State Of West Virginia Wanda J Str
	n Expires (lugrat 3th, 2	lay of July	Motary Public, State Of West Virginia

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 deprivacy office rewind Gas 08/16/2013

SURFACE OWNER WAIVER

51-00146

Operator's Well Number

M-1574

INSTRUCTIONS TO SURFACE OWNERS NAMED ON PAGE WW4-A

The well operator named on page WW-4A is applying for a permit from the State to plug and abandon a well. (Note: If the surface tract is owned by more than three persons, then these materials were served on you because your name appeared on the Sheriff's tax ticket on the land or because you actually occupy the surface tract. In either case, you may be the only owner who will actually receive these materials.) See Chapter 22 of the West Virginia Code. Well work permits are valid for 24 months. If you do not own any interest in the surface tract, please forward these materials to the true owner immediately if you know who it is. Also, please notify the well operator and the Office of Oil and Gas.

NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT.
WHERE TO FILE COMMENTS AND OBTAIN ADDITIONAL INFORMATION:

Chief, Office of Oil and Gas
Department of Environmental Protection
601 57th St. SE
Charleston, WV 25304
(304) 926-0450

Time Limits and methods for filing comments. The law requires these materials to be served on or before the date the operator files his Application. You have FIVE (5) DAYS after the filing date to file your comments. Comments must be filed in person or received in the mail by the Chief's office by the time stated above. You may call the Chief's office to be sure of the date. Check with your postmaster to ensure adequate delivery time or to arrange special expedited handling. If you have been contacted by the well operator and you have signed a "voluntary statement of no objection" to the planned work described in these materials, then the permit may be issued at any time.

Comments must be in writing. Your comments must include your name, address and telephone number, the well operator's name and well number and the approximate location of the proposed well site including district and county from the application. You may add other documents, such as sketches, maps or photographs to support your comments.

The Chief has the power to deny or condition a well work permit based on comments on the following grounds:

- 1) The proposed well work will constitute a hazard to the safety of persons.
- 2) The soil erosion and sediment control plan is not adequate or effective;
- 3) Damage would occur to publicly owned lands or resources;
- 4) The proposed well work fails to protect fresh water sources or supplies;
- 5) The applicant has committed a substantial violation of a previous permit or a substantial violation of one or more of the rules promulgated under Chapter 22, and has failed to abate or seek review of the violation...".

If you want a copy of the permit as it is issued or a copy of the order denying the permit, you should request a copy from the Chief.

VOLUNTARY STATEMENT OF NO OBJECTION

I hereby state that I have read the instructions to surface owners and that I have received copies of a Notice and Application For A Permit To Plug And Abandon on Forms WW-4A and WW-4B, and a survey plat.

I further state that I have no objection to the planned w objection to a permit being issued on those materials. FOR EXECUTION BY A NATURAL PERSON ETC.			rk described in these materials, and I have FOR EXECUTIVE CORPORAT	
Ciomo de suso	Date	Name	<u>AUG - 7 2013</u>	
Signature		By Its	Office of Oil and Gas	
			WV Dept. of Environmental Procession 6/2013 Signature Date	3

API No.	47-51-00146
Farm Name	Anderson
Well No.	M-1574

INSTRUCTIONS TO COAL OPERATORS OWNERS AND LESSEE

The well operator named on the obverse side of WW-4 (B) is about to abandon the well described in the enclosed materials and will commence the work of plugging and abandoning said well on the date the inspector is notified. Which date shall not be less then five days after the day on which this notice and application so mailed is received, or in due course should be received by the Department of Environmental Protection Office of Oil & Gas.

This notice and application is given to you in order that your respective representatives may be present at the plugging and filling of said well. You are further notified that whether you are represented or not the operator will proceed to plug and fill said well in the manner required by Section 24, Article 6, Chapter 22 of the Code and given in detail on obverse side of this application.

NOTE: If you wish this well to be plugged according to 22-6-24(d) then as per Regulation 35CSR4-13.9 you must complete and return to this office on form OB-16 "Request by Coal Operator, Owner, or Lessee for plugging" prior to the issuance of this plugging permit.

	WAIVER
has examined this proposed plugging we	/ owner/ lessee/ of the coal under this well location ork order. The undersigned has no objection to the work proposed to be all operator has complied with all applicable requirements of the West ions.
Date:	
	By:
	Tto.

Received

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Office of Oil and Gas WV Dept. of Environmental Protection

08/16/2013

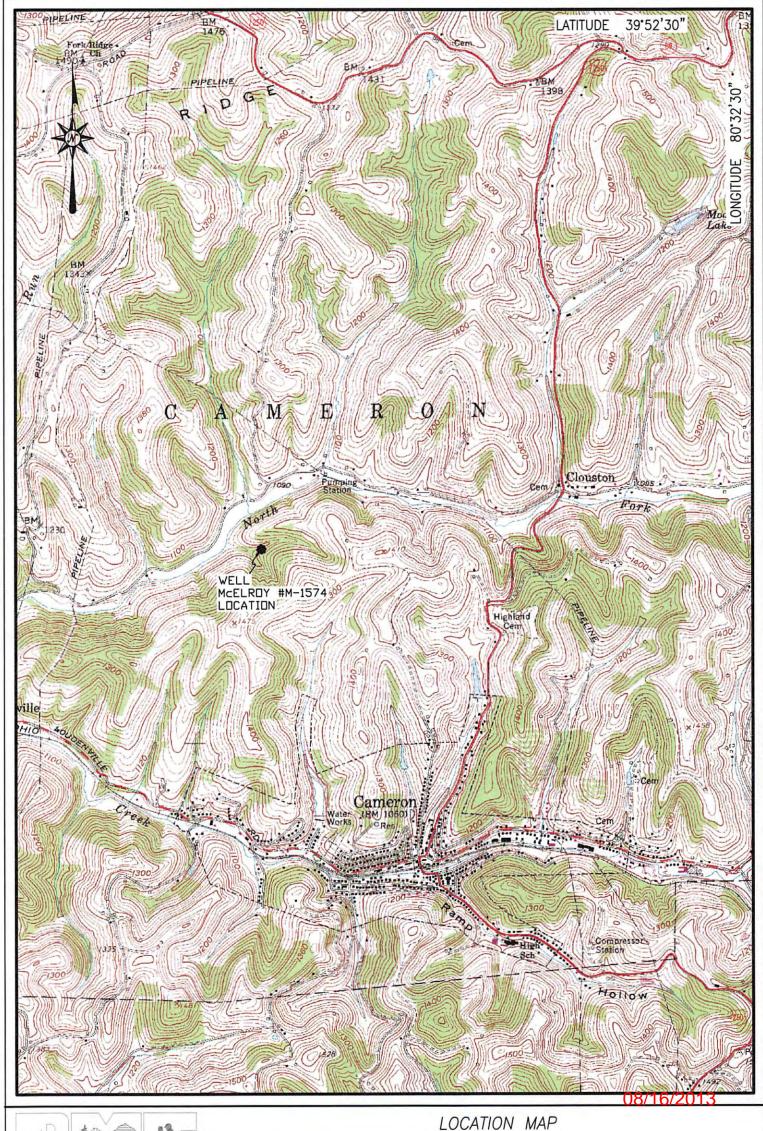
	Page		of	
API Number 47 -	51	-	00146	2
Operator's Well No	o. M-1574			

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 McElroy Coal Company		OP Code			
Watershed North Fork	of Grave Creek	(Quadrangle	Cameron, WV 7.5'	278
Elevation 1114.05'		County Marshall	51	District Camer	on O)
Description of anticipated	Pit Waste: N/A				
Will a synthetic liner be u	ised in the pit? N	/A,			
Proposed Disposal Metho					
	Land Applicatio	n jection (UIC Permit I	Jumbor		1
-	Reuse (at API N		Number		
-		sal (Supply form WW	O for disposal	logation)	
X		See Attached Letter	-9 for disposar	location)	
Proposed Work For Which		ed:			
	Drilling	_	Swabbi		
	Workover Other (Explain		X Pluggir	ng	
	· · · · · · · · · · · · · · · · · · ·				
on August 1, 2005, by the provisions of the permit law or regulation can lead I certify under papplication form and all	e Office of Oil and are enforceable by I to enforcement a benalty of law the attachments the n, I believe that	I Gas of the West Virgy law. Violations of a ction. at I have personally ereto and that, based the information is tru	inia Department any term or contact examined and a on my inquiry e, accurate, an	nt of Environmental Protection of the general per am familiar with the in of those individuals in documplete. I am awa	OLLUTION PERMIT issued tection. I understand that the termit and/or other applicable formation submitted on the immediately responsible for the that there are signification.
	ire Muu	ne curry			
Company Official (Type	d Name) Adrie	nne Carney			
Company Official Title	Senior Proj	ect Engineer			
Subscribed and sworn be	Core me this 30	day of Q	uly	, 20 <u>/</u> 3	eceived
-{	Wanda J Six 23 Mason Dixon Highwa Burton WV 26562 nission expires August I	Wanda	y Sin		AUG - 7 2013
My commission expires	August	5th, 2023)		of Environmental Protection
wy commission expires_	Megase	J, auda	×	т в Берг.	08/16/2013

L	LEGEND			
Property Boundary	Diversion Control of the Control of			
Road = = = = = = = = = = = = = = = = = = =	Spring —			
Existing Fence — X — X — X —	Wet Spot			
Planned Fence / / /	Drain Pipe with size in inches Waterway Cross Drain Artificial Filter Strip Artificial Filter Strip Pit: cut walls Pit: compacted fill walls			
Stream				
Open Ditch				
Rock 655886				
North N				
Buildings				
Water wells	Area for Land Application of Pit Waste			
Drill site				
Proposed Revegetation Treatment: Acres Disturbed	Prevegetation pH			
Lime Tons/acre or to correct to pH				
Fertilizer (10-20-20 or equivalent)lbs/a	acre (500 lbs minimum)			
MulchTons/ac	сте			
Cond	Minhama			
Seed	Mixtures			
Area I Seed Type lbs/acre	Area II Seed Type lbs/acre			
Attach: Drawing(s) of road, location,pit and proposed area for land appli Photocopied section of involved 7.5' topographic sheet.	ication.			
Plan Approved by:				
Comments:	Received			
	AUG - 7 2013			
Title:	Date:			
Field Reviewed? () Yes (Office of Oil and Gas No WV Dept. of Environmental Protection			





Blue Mountain Engineering
11023 MASON DIXON HIGHWAY
BURTON, WV 26562
PHONE: (304) 662-6486

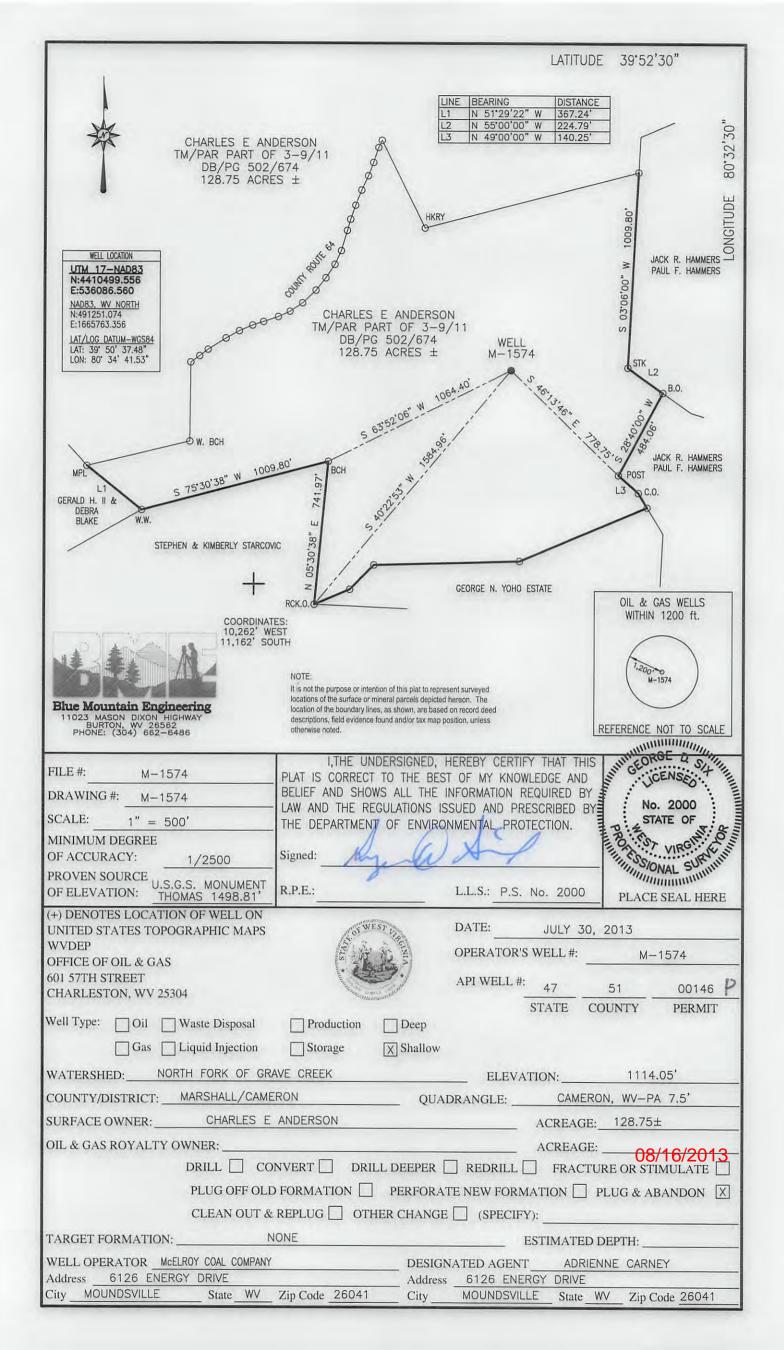
LOCATION MAP JULY 30, 2013

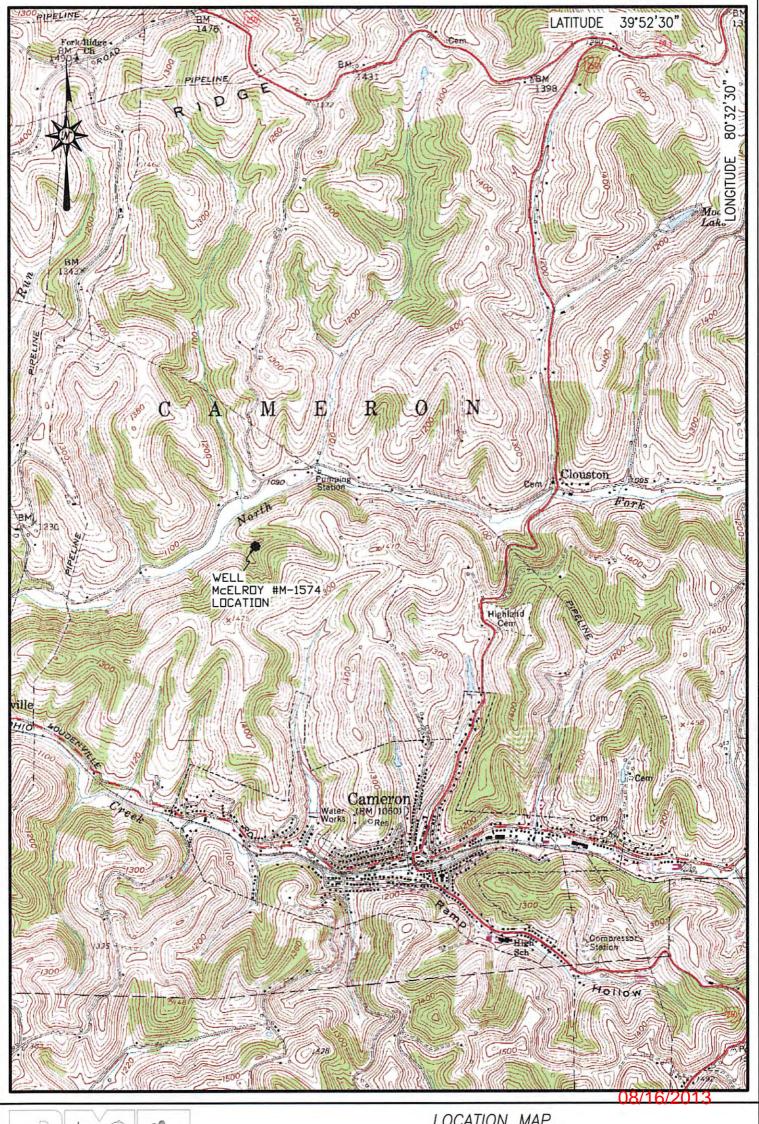
McELROY WELL # M-1574 CAMERON QUADRANGLE WEST VIRGINIA

SCALE 1" = 2000' 0' 2000' 4000'

6000'

MOUN ERING







Blue Mountain Engineering 11023 MASON DIXON HIGHWAY BURTON, WV 26562 PHONE: (304) 662-6486

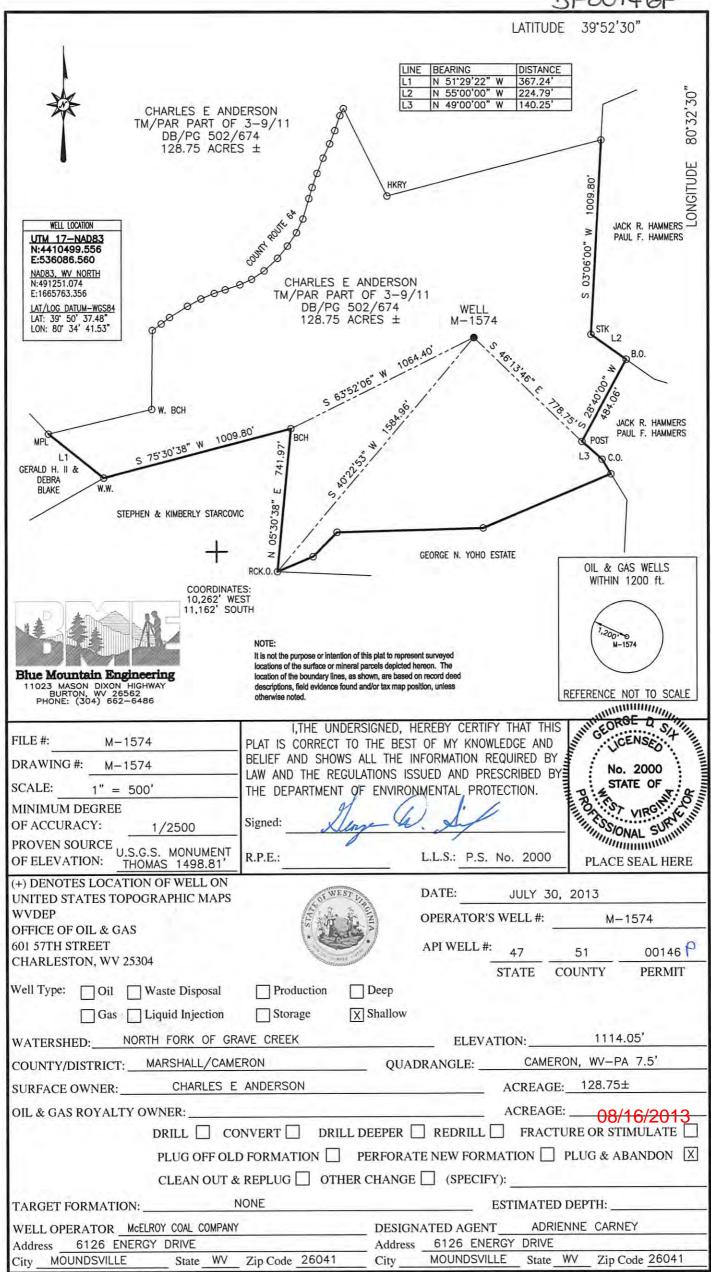
LOCATION MAP JULY 30, 2013

McELROY WELL # M-1574 CAMERON QUADRANGLE WEST VIRGINIA SCALE 1" = 2000' 0'

20004 4000'

6000'

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McElroy Coal Company 6126 Energy Drive Moundsville, West Virginia 26041

phone: 724/485-3192 phone: 304/843-3565 fax: 304/843-3511

July 30, 2013

Department of Environmental Protection Office of Oil & Gas 601-57TH Street Charleston, West Virginia 25304

To Whom It May Concern:

As per the Division of Environmental Protection, Office of Oil & Gas request, McElroy Coal Company, Ohio Valley Operations, submits the following procedures utilizing pit waste.

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

Once the well is completed, that material (minus the cave material) will be trucked to the next well to be plugged or to DEP facilities number U-0033-83, O-1023-92, O-1001-00, or U-1025-91.

Sincerely,

Senior Project Engineer



Office of Oil and Gas
WV Dept. of Environmental Protection