October 28, 2015

FINAL INSPECTION REPORT

Plugging Permit Cancelled

MCELROY COAL COMPANY,

The FINAL INSPECTION REPORT for the CANCELLED permit, API Well Number: 47-5100572, issued to MCELROY COAL COMPANY, and listed below has been received in this office. The permit has been cancelled as of 10/28/2015.

James Martin
Chief

Operator: MCELROY COAL COMPANY
Operator's Well No: M-1521
Farm Name: BERESFORD, JAMES E. & GERALDINE
API Well Number: 47-5100572
Date Issued: 03/01/2012

Date Cancelled: 10/28/2015
Promoting a healthy environment.
WELL PLUGGING INSPECTION & RELEASE FORM

PLUGGING COMMENCED
PLUGGING COMPLETED
VERBAL PERMISSION ON

OPERATOR: MCELROY COAL COMPANY
FARM: BERESFORD, JAMES E. & GERALDINE
WELL No: M-1521

1. IS COAL BEING MINED IN THE AREA?

2. WERE CEMENT AND GEL MIXED AND USED IN ACCORDANCE WITH ACCEPTED INDUSTRY STANDARDS?
   A. BOTTOM HOLE PLUGGED
   B. 100 ' PLUGS
   C. LATEX PLUGS USED FOR H2S GAS
   D. PROPER PLUGS THROUGH COAL SEAMS
   E. PROPER PLUGS SET TO PROTECT FRESHWATER
   F. PROPER AMOUNT OF GEL USED TO DISPLACE PLUGS

   TYPE
   FROM
   TO
   PIPE REMOVED

3. WERE ALL CHANGES APPROVED BY INSPECTOR?

4. WAS THE EQUIPMENT USED FOR PULLING CASTING PROPERLY SIZED AND RIGGED TO PULL 150% OF THE HEAVIEST STRING OF PIPE EXPECTED TO BE PULLED?

5. DID THE OPERATOR GIVE THE INSPECTOR PROPER NOTICE?

6. WERE ACCURATE PLUGGING RECORDS KEPT BY THE OPERATOR?

7. WAS A PROPER MONUMENT SET WITH API NUMBER ATTACHED?

8. DID WELL SITE AND ACCESS ROAD MEET THE FOLLOWING RECLAMATION REQUIREMENTS?
   A. RECLAIMED
   B. FENCES REPLACED
   C. MULCHED
   D. PROPER DRAINAGE
   E. SEEDED
   F. ALL EQUIPMENT REMOVED
   G. PIT BACKFILLED

DATE RELEASED
INSPECTOR'S SIGNATURE

RECORD ALL VISITS TO THIS WELL ON PAGE 2