

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

May 06, 2016

WELL WORK PERMIT

Rework/Horizontal 6A Well

This permit, API Well Number: 47-5101477, issued to TRANS ENERGY, INC., 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: LUCEY 2H

Farm Name: LUCEY, JACK D. & SHARON L.

API Well Number: 47-5101477

Permit Type: Rework/Horizontal 6A Well

Date Issued: 05/06/2016

Promoting a healthy environment.

API Number: 51-01477 RD

PERMIT CONDITIONS

West Virginia Code § 22-6A-8(d) 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 any explosion or other accident causing loss of life or serious personal injury occurs in or about a well or well work on a well, the well operator or its contractor shall give notice, stating the particulars of the explosion or accident, to the oil and gas inspector and the Chief, within 24 hours of said accident.
- 2. The operator shall provide to the Office of Oil and Gas the dates of each of the following within 30 days of their occurrence: commencement of drilling, cessation of drilling, and completion of any other permitted well work. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov.

API NO. 47-051	_ 01477	RD	
OPERATOR W	VELL NO.	2H	
Well Pad Na	me: Lucey		

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS WELL WORK PERMIT APPLICATION

1) Well Opera	tor: Trans E	Energy, Inc.		494481575	Marshall	Cameron	Cameron
3				Operator ID	County	District	Quadrangle
2) Operator's	Well Number	: 2H		Well P	ad Name: Luc	cey	1111111111
3) Farm Name	e/Surface Ow	ner: Jack D.	Luce	Public Ro	oad Access: C	o. Rt. 60	
4) Elevation, o	current groun	d: 1296'	E	levation, propose	d post-construc	ction: 1296	
5) Well Type	(a) Gas Other	X	Oil _	Un	derground Stor	rage	
	(b)If Gas	Shallow Horizontal	X	Deep	-		
6) Existing Pa	d: Yes or No	Yes - rewor	king e	xisting well			
	and the second second second	ion(s), Depth(s vell. TVD - 6,78	Print.	cipated Thickness = 10,145'	and Expected	Pressure(s):	X1/8/14
8) Proposed T	otal Vertical	Depth: 6786	6'				71
9) Formation a	at Total Verti	cal Depth: M	arcell	us Shale			
10) Proposed	Total Measur	ed Depth: 10	0145'				
11) Proposed	Horizontal Le	eg Length: E	xisting	g Horizontal L	eg = 3,359'		
12) Approxim	ate Fresh Wa	ter Strata Dept	hs:	60-150'			
13) Method to	Determine F	resh Water De	pths:	Health Depar	rtment infor	mation	
14) Approxim	ate Saltwater	Depths: 150	0'				
15) Approxim	ate Coal Sear	n Depths: 87	6'				
16) Approxim	ate Depth to	Possible Void	(coal m	nine, karst, other):	876' - McE	Elroy Mine	
the second secon		cation contain on to an active		1/	HE6	Noveo	
(a) If Yes, pr	rovide Mine	info: Name:	Mc	Elroy Mine		III and Gas	3
		Depth: Seam:		H #8		2 2016	
		Owner:	Mui	ray Energy C	orp ^{VV} Depa	rtment of	on

API NO. 47- 051	_ 01477 RD
OPERATOR V	VELL NO. 2H
Well Pad Na	me: Lucey

18)

CASING AND TUBING PROGRAM

ТҮРЕ	Size (in)	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling (ft)	INTERVALS: Left in Well (ft)	CEMENT: Fill-up (Cu. Ft.)/CTS
Conductor	26	11 = 7	J-55	94	80'	80	CTS
Fresh Water	16		J-55	75	1038'	1038	CTS
Coal	13-3/8		J-55	61	1300'	1300	500'
Intermediate	9-5/8		N-80	40	3018'	3018	CTS
Production	5-1/2		P-110	20	10200'	10200	CTS
Tubing			1 1				
Liners							

Ju 4/8/16

ТҮРЕ	Size (in)	Wellbore Diameter (in)	Wall Thickness (in)	Burst Pressure (psi)	Anticipated Max. Internal Pressure (psi)	Cement Type	Cement Yield (cu. ft./k)
Conductor	26	30	.438	1200		Type 1	16 cu ft/sk
Fresh Water	16	24	.40	1530		Type 1	13 cu ft/sk
Coal	13-3/8	17-1/2	.38	2730		Type 1	1.25
Intermediate	9-5/8	12-1/2	.352	3520		Type 1	1.26 cu ft/sk
Production	5-1/2	8-3/4	.361	12630		Pos H Class H	1.18 cu ft/sk
Tubing							
Liners							

PACKERS

Kind:	N/A	
Sizes:		
Depths Set:		
Depths Set.		

Office of Oil and Gas

APR 1 2 2016

WV Department of Environmental Protection

Page 2 of 3

05/06/2016

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
See the attached Recompletion Procedure to drill out the cement plugs.
20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:
N/A
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): N/A Existing Pad
22) Area to be disturbed for well pad only, less access road (acres): N/A Existing pad
23) Describe centralizer placement for each casing string:
N/A
24) Daniel II anno de 182 de 18
24) Describe all cement additives associated with each cement type: N/A
25) Proposed borehole conditioning procedures:
N/A
RECEIVED OF STATE OF
Office of Oil and Gas

*Note: Attach additional sheets as needed.

APR 12 2016

4/8/16

1/23/16

RECOMPLETION PROCEDURE

Re: Lucey 2H: 47-051-01477

Marshall Co, WV TMD: 10,145'

The following procedure is recommended.

- 1. Move in set 1-500 bbl frac tank, fill with 300 bbl of 10# water
- ND wellhead, install 5K BOP, 10K flow cross and 10K frac valve. Run 2" line from flow cross to working tank.
- 3. MIRU IPS 2" CTU equipment
- 4. PU GIH with 4-3/4" roller bit and 2-3/4" motor.
- 5. Drill out Cement Plugs at 776', 976' and 1,200'
- 6. Hydrostatic pressure test 5-1/2" casing to 5000 psi with certified testing company.

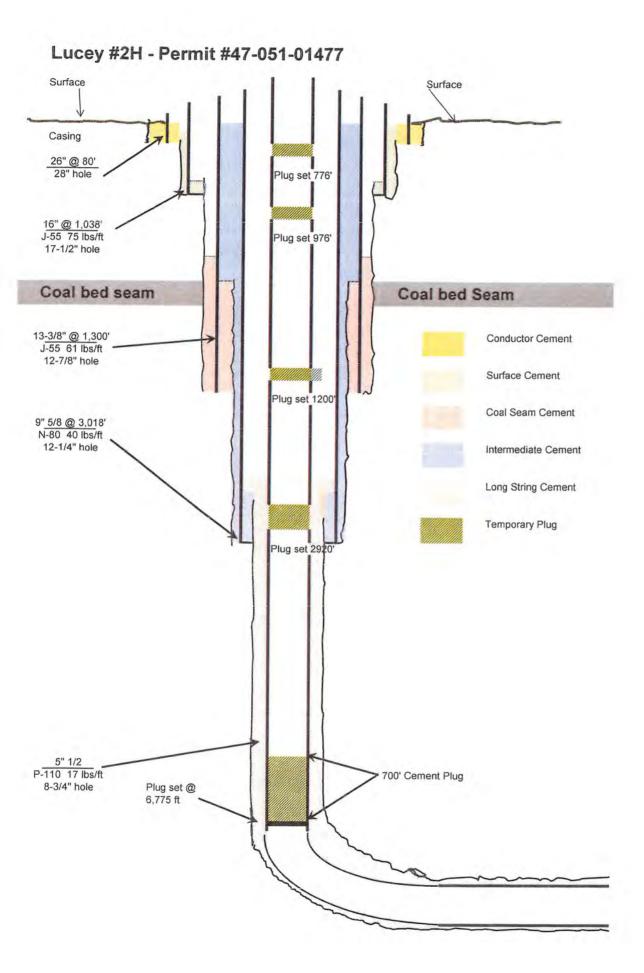
7. RUN INTEGRITY TEST ON PIPE

- 8. Drill out cement plugs at 2902', 6075' and CIBP at 6775'.
- 9. Run coil to PDTD at 11,268', circulate clean with gel sweeps.
- 10. POOH, RD CTU equipment
- 11. MIRU service unit and snubbing unit.
- 12. PU GIH with 2-7/8" pump out sub, 1 jt 2-7/8" N-80, 2-7/8" X N nipple, 19 jts, 2-7/8 nipple and 197 jts, land EOT at 6,843'.
- 13. ND BOP, NU production tree.
- 14. RD move off location.

PECEIVED
Office of Oil and Gas

APR 1 2 2016

WV Department of Environmental Protection



API Number 47 - 0)51 .	01477	RD
Operator's			

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Trans Energy, Inc. OP Code 494481575
Watershed (HUC 10) Burch Run of Grave Creek Quadrangle Cameron
Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes No
Will a pit be used? Yes No No
If so, please describe anticipated pit waste:
Will a synthetic liner be used in the pit? Yes No V If so, what ml.? No Pit
Proposed Disposal Method For Treated Pit Wastes:
Land Application
Underground Injection (UIC Permit Number)
Reuse (at API Number Off Site Disposal (Supply form WW-9 for disposal location)
Other (Explain_
Will closed loop system be used? If so, describe: 485
Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. light weight water (10 15)
-If oil based, what type? Synthetic, petroleum, etc
Additives to be used in drilling medium? N/A
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. All cuttings will be hauled to approved landfill
-If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust)
-Landfill or offsite name/permit number? Short Creek Landfill SWF-1034
Permittee shall provide written notice to the Office of Oil and Gas of any load of drill cuttings or associated waste rejected at any West Virginia solid waste facility. The notice shall be provided within 24 hours of rejection and the permittee shall also disclose
where it was properly disposed.
I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issued on August 1, 2005, by the Office of Oil and Gas of the West Virginia Department of Environmental Protection. I understand that the provisions of the permit are enforceable by law. Violations of any term or condition of the general permit and/or other applicable law or regulation can lead to enforcement action. I certify under penalty of law that I have personally examined and am familiar with the information submitted on this application form and all attachments thereto and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine or imprisonment. Company Official Signature
Company Official (Typed Name) Leslie A. Gearhart
Company Official Title_Vice President Operations, Trans Energy, Inc.
Office of Oil and Gas
Subscribed and sworn before me this 27th day of the Company of the

Form WW-9

		isting Pad/Wel	15
Proposed Revegetation Treatmer	nt: Acres Disturbed	N/A Prevegetation pl	H
Lime	Tons/acre or to correct to	рН	
Fertilizer type		_	
Fertilizer amount		_lbs/acre	
Mulch	To	ons/acre	
		Seed Mixtures	
Tempe	orary	Perma	nent
Seed Type	lbs/acre	Seed Type	lbs/acre
	-	÷	
	-	-	
Attach: Drawing(s) of road, location, pit provided)	and proposed area for land	d application (unless engineered plans in	cluding this info have been
Photocopied section of involved	7.5' topographic sheet.		
Plan Approved by:	La Til	La	
Comments:	and the	Me	
Comments.			
Title: Of A Gas	s lugge fo	Date: 4/8/16	IVED

WV Department of Environmental Protection



TRANS ENERGY, INC.

Well Site Safety Plan
LUCEY PAD (1H, 2H)
Marshall County

grup/8/16

1/06/16

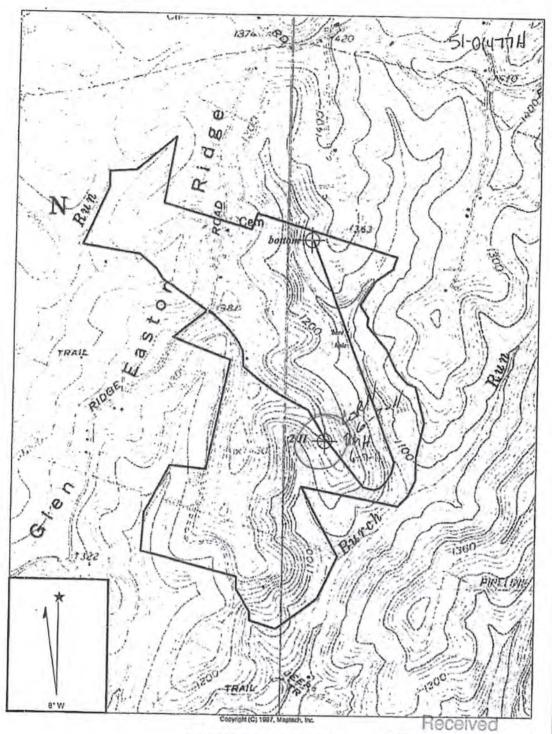
Office of Oil and Gas

APR 1 2 2016

WV Department of Environmental Protectio 05/06/2016

No Water Purveyors

47051014778



CAMERON OUADRANGLE

Office of Oil & Gas

SCALE 1" = 1000'

TRANS ENERGY, INC.

WELL: LUCEY 2H

JACK D. LUCEY 412.367 ACRE LEASE

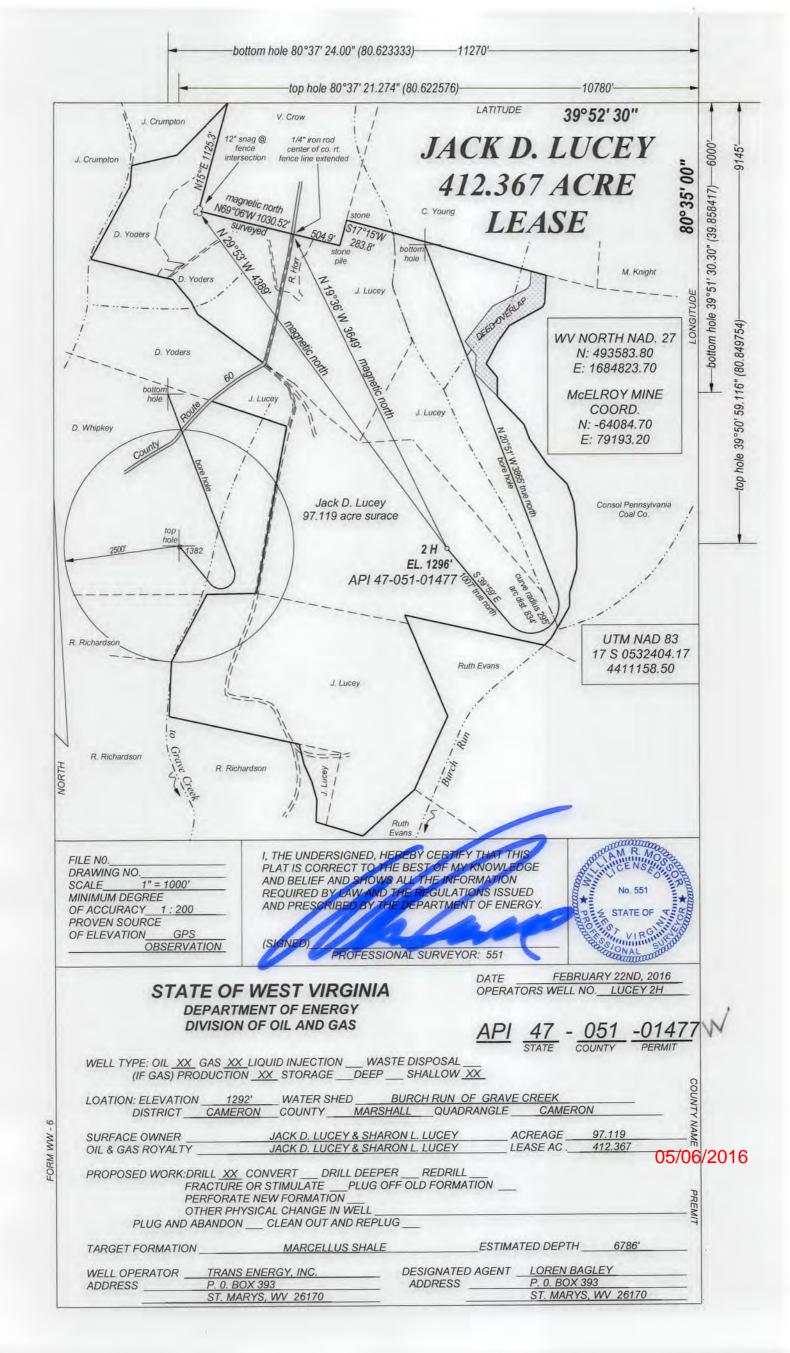
CAMERON DISTRICT MERSHALL COUNTY WEST VIRGINIA

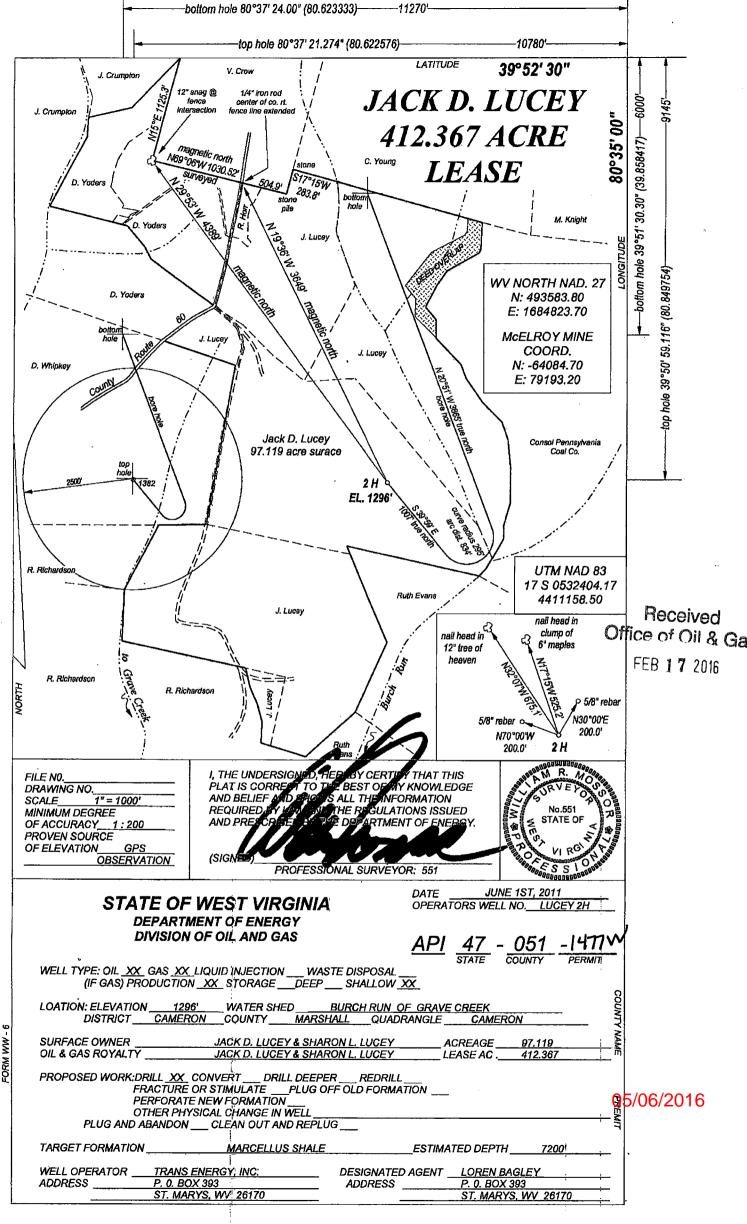
Received

JUN - 3 2014

Office of Oil and Gas
WV Dept. of Environmental Protection

05/06/2016





WW-6A	l
(5/13)	

Operator's Well No.	Lucey 2H
---------------------	----------

INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE Chapter 22, Article 6A, Section 5(a)(5) IN LIEU OF FILING LEASE(S) AND OTHER CONTINUING CONTRACT(S)

Under the oath required to make the verification on page 1 of this Notice and Application, I depose and say that I am the person who signed the Notice and Application for the Applicant, and that –

- (1) the tract of land is the same tract described in this Application, partly or wholly depicted in the accompanying plat, and described in the Construction and Reclamation Plan;
- (2) the parties and recordation data (if recorded) for lease(s) or other continuing contract(s) by which the Applicant claims the right to extract, produce or market the oil or gas are as follows:

Lease Name o Number	Grantor, Lessor, etc.	Grantee, Lessee, etc.	Royalty	Book/Page	38
51-3-23A	Jack D Lucey and Sharon L Lucey	Trans Energy Inc.	20%	684/375 }	JE .
51-3-44	Donald W Yoders and Mary Jo Yoders	Trans Energy Inc/Republic Partners VI LP	20%	688/345)	

Acknowledgement of Possible Permitting/Approval In Addition to the Office of Oil and Gas

The permit applicant for the proposed well work addressed in this application hereby acknowledges the possibility of the need for permits and/or approvals from local, state, or federal entities in addition to the DEP, Office of Oil and Gas, including but not limited to the following:

- WV Division of Water and Waste Management
- WV Division of Natural Resources WV Division of Highways
- U.S. Army Corps of Engineers
- . U.S. Fish and Wildlife Service
- County Floodplain Coordinator

Received Office of Oil & Gas

FEB 17 2016

The applicant further acknowledges that any Office of Oil and Gas permit in no way overrides, replaces, or nullifies the need for other permits/approvals that may be necessary and further affirms that all needed permits/approvals should be acquired from the appropriate authority before the affected activity is initiated.

Well Operator: Trans Energy Inc.

By:

Leslie Gearhart

Its:

VP Operations

Page 1 of ____



January 5, 2016

Ms. Laura Adkins West Virginia DEP 601 57th Street Charleston, WV 25304

Re:

Lucey 1H, 2H

Road Crossing

Dear Laura,

Please let this letter confirm that Trans Energy has the leasing rights to extract minerals under the proposed lateral of the Lucey 1H and 2H that crosses County Route 60 that the State owns no mineral interest.

If you would have any additional questions regarding this permit please feel free to contact our office at 304-684-7053.

As always thank you for your help in these matters.

Sincerely yours,

Trans Energy Incorporated

Leslie A. Gearhart VP Operations

Received Office of Oil & Gas FEB 1 7 2016

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE CERTIFICATION

water or rement	e Certification: 2/16/2016	API No. 47	- 051 -01477 W					
	110		Operator's Well No. 2H					
			ame: Lucey					
Notice has l	oeen given:							
		22-6A, the Operator has provided the requ	uired parties with the Notice Forms listed					
	tract of land as follows:		•					
State:	WV	Easting:	532287					
County:	Marshall	UTM NAD 83 Easting. Northing:	4411149					
District:	Cameron	Public Road Access:	Co. Rt. 60					
Quadrangle:	Cameron	Generally used farm name:	Lucey					
Watershed:	Burch Run of Grave Creek							
it has provide information re of giving the requirements Virginia Code of this article	ed the owners of the surface described equired by subsections (b) and (c), see surface owner notice of entry to surface of subsection (b), section sixteen of		ection (b), section ten of this article, the quirement was deemed satisfied as a result en of this article six-a; or (iii) the notice the surface owner; and Pursuant to West that the notice requirements of section ter					
			riffication					
	rator has properly served the require		S. A. C.					
that the Ope			OOG OFFICE USE ONLY					
*PLEASE CHI	rator has properly served the require		OOG OFFICE USE ONLY USE NO RECEIVED/					
*PLEASE CHI	rator has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY or	d parties with the following: NOTICE NOT REQUIRED BECAU	OOG OFFICE USE ONLY USE NO RECEIVED/ NOT REQUIRED					
that the Ope *PLEASE CHI 1. NOT 2. NOT	rator has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY or	d parties with the following: NOTICE NOT REQUIRED BECAUSEISMIC ACTIVITY WAS CONDUCT	OOG OFFICE USE ONLY SE NO					
*PLEASE CHI	TATOR has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY OF	d parties with the following: ☐ NOTICE NOT REQUIRED BECAUSEISMIC ACTIVITY WAS CONDUCTORY YEY or ☐ NO PLAT SURVEY WAS COOL ☐ NOTICE NOT REQUIRED BECAUSED OF ENTRY FOR PLAT SURVEY	OOG OFFICE USE ONLY SE NO TED RECEIVED/ NOT REQUIRED ONDUCTED RECEIVED USE RECEIVED/ NOT REQUIRED					
*PLEASE CHI 1. NOT 2. NOT 3. NOT	TATOR has properly served the require ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY OF	d parties with the following: ☐ NOTICE NOT REQUIRED BECAUSEISMIC ACTIVITY WAS CONDUCTORY EY or ☐ NO PLAT SURVEY WAS COOL ☐ NOTICE NOT REQUIRED BECAUSED OF ENTRY FOR PLAT SURVEY WAS CONDUCTED OR ☐ WRITTEN WAIVER BY SURFACE	OOG OFFICE USE ONLY SE NO TED RECEIVED/ NOT REQUIRED ONDUCTED RECEIVED USE RECEIVED/ NOT REQUIRED					
that the Ope *PLEASE CHI 1. NOT 2. NOT 3. NOT	TATOR HAS PROPERLY SERVED THE REQUIRE ECK ALL THAT APPLY FICE OF SEISMIC ACTIVITY OF FICE OF ENTRY FOR PLAT SURV	d parties with the following: ☐ NOTICE NOT REQUIRED BECAUSEISMIC ACTIVITY WAS CONDUCTORY EY or ☐ NO PLAT SURVEY WAS COOL ☐ NOTICE NOT REQUIRED BECAUSED OF ENTRY FOR PLAT SURVEY WAS CONDUCTED OR ☐ WRITTEN WAIVER BY SURFACE	OOG OFFICE USE ONLY USE NO TED RECEIVED/ NOT REQUIRED USE RECEIVED/ NOT REQUIRED TE OWNER					

Required Attachments:

The Operator shall attach to this Notice Certification Form all Notice Forms and Certifications of Notice that have been provided to the required parties and/or any associated written waivers. For the Public Notice, the operator shall attach a copy of the Class II Legal Advertisement with publication date verification or the associated Affidavit of Publication. The attached Notice Forms and Certifications of Notice shall serve as proof that the required parties have been noticed as required under West Virginia Code § 22-6A. Pursuant to West Virginia Code § 22-6A-11(b), the Certification of Notice to the person may be made by affidavit of personal service, the return receipt card or other postal receipt for certified mailing.

FEB 1 7 2016

Certification of Notice is hereby given:

THEREFORE, I Leslie Gearhart , have read and understand the notice requirements within West Virginia Code § 22-6A. I certify that as required under West Virginia Code § 22-6A, I have served the attached copies of the Notice Forms, identified above, to the required parties through personal service, by registered mail or by any method of delivery that requires a receipt or signature confirmation. I certify under penalty of law that I have personally examined and am familiar with the information submitted in this Notice Certification and all attachments, and that based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment.

Well Operator: Trans Energy, Inc. Address: P O Box 393

By: Leslie Gearheart Tulu V St. Marys, WV 26170

Its: VP Operations Facsimile: 304-684-3658

Telephone: 304-684-7053 Email: lesliegearhart@transenergyinc.com

OFFICIAL SEAL

OFFICIAL SEAL

STATE OF WEST VIRGINIA

NOTARY PUBLIC

Debra A. Mart';

Trans Energy Incorporated
210 2nd Street

St. Mary's, WV 26170

My Commission Expires Nev. 29, 2020

Subscribed and sworn before me this 27

Notary Public

My Commission Expires bouentee 29 2020

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF APPLICATION

Date of Notice of: PERMIT FOR ANY	Noti	ce Time Requireme	nt: notice shall be	e provided no later th	an the filing date of permit application.
Delivery method pursuant to West Virginia Code § 22-6A-10(b) PERSONAL REGISTERED METHOD OF DELIVERY THAT REQUIRES A RECEIPT OR SIGNATURE CONFIRMATION Pursuant to W, Va. Code § 22-6A-10(b) no later than the filing date of the application, the applicant for a permit for any well work or for certificate of approved for the construction of an impoundment or pit as required by this article shall deliver, by personal service or by registered mail or by any method of delivery that requires a reception or signature confirmation, copies of the application, the crossion and sediment control plan required by section seven of this article, and the well plat to each of the following persons: (1) The owners of record of the surface tract or tracts overlying the suscendible of the tract or which the well is or is proposed to be located; (2) The owners of record of the surface tract or tracts overlying the oil and gas leasehold being developed by the proposed well work, if the surface tract is to be used for roads or other land disturbance as described in the erosion and sediment control plan submitted pursuant to subsection (c), section seven of this article; (3) The owners of record of the surface tract or tracts overlying the oil and gas leasehold being developed by the proposed well work, if the surface tract is to be used for to be underlain by one of more coal seams; (4) The owners of record of the surface tract or tracts overlying the oil and gas leasehold being developed by the proposed well work, if the surface tract is to be used for the placement, construction, enlargement, alteration, repair, removal or abandomment of an impoundment or pit as described in section nine of this article; (5) Any surface owner or water purveyor who is known to the applicant to absection (b) of this section bold interests in the lands, the applicant may serve the documents required upon the work of the surface owner surface owner surface owner subject to notice and water testing as provided in section 15 of this rule. Application	Date	of Notice: 2/16/16			
PERSONAL	V				
PERSONAL	Deli	very method pursua	nt to West Virgi	mia Code § 22-6A-1	0(b)
SERVICE MAIL RECEIPT OR SIGNATURE CONFIRMATION Pursuant to W. Va. Code § 22-6A-10(b) no later than the filing date of the application, the applicant for a permit for any well work or for certificate of approval for the construction of an impoundment or pit as required by this article shall deliver, by personal service or by registered main or by any method of delivery that requires a receipt or signature confirmation, copies of the application, the crosion and sediment control plan required by section seven of this article, and the well plat to each of the following persons: (1) The owners of record of the surface tract or tracts overlying doil and gas leasthold being developed by the proposed well work, if the surface tract to be used for roads or other land disturbance as described in the crosion and sediment control plan submitted pursuant to subsection (c), section seven of this article; (3) The coal owner, operator or lessee, in the event the tract of I and on which the well proposed to be drilled is located [sic] is known to be underlain by no emore coal seams; (4) The owners of record of the surface tract is to be be drilled is located [sic] is known to be underlain by no emore coal seams; (4) The owners of record of the surface tract or tracts overlying the oil and gas leasthold being developed by the propose well work, if the surface tract is to be used for the placement, construction, enlargement, alteration, repair, removal or abandonment of an impoundment or pit as described in section nine of this article; (5) Any surface owner or water purveyor well part purveyor with by humans or disease, and in the lands, the applicant of the surface of the well part which is used provided water for consumption by humans or domestic animalies, and (6) The operator of any natural gas storage field within which the proposed well work activity is to take place. (c)(1) If more than three tenants in common or other co-owners of interests described in the lands, the applicant to which a subsection (b) of this section					
Pursuant to W, Va. Code § 22-6A-10(b) no later than the filing date of the application, the applicant for a permit for any well work or for certificate of approval for the construction of an impoundment or pit as required by this article shall deliver, by personal service or by registered mail or by any method of delivery that requires a receipt or signature confirmation, copies of the application, the crosion and sediment control plan required by section sever of this article, and the well plan to each of the following persons: (1) The owners of record the surface of the tract or which the well is or is proposed to be located; (2) The owners of record of the surface tract is on the high proposed well work, if the surface tract is on the reason and sediment control plan submitted pursuant to subsection (c), section seven of this article; (3) The coal owner, operator or lessae, in the event the tract of land on which the well proposed to be drilled is located [sic] is known to be underlain by one of more coal seams; (4) The owners of record of the surface tract is to the used for the placement, construction, enlargement, alteration, repair, removal or abandonment of an impoundment or pit as described in section nine of this article; (5) Any surface owner or water purveyor who is known to the applicant to have a water well, spring or water supply source located within one thousand live hundred feet of the center of the well path which is used provide water for consumption by humans or domestic animals; and (6) The operator of any natural gas storage field within which the proposed well work activity is to take place. (c)(1) If more than three tenants in common or other co-ownent to the applicant to absorbing to the surface owner of this code. (2) Notwithstanding any provide water for consumption by humans or domestic animals; and (6) The operator of any natural gas storage field within which the proposed well work activity is to take place. (c)(1) If more than three tenants in common or other co-owners of interes					
□ Application Notice □ WSSP Notice □ E&S Plan Notice □ Well Plat Notice is hereby provided to: □ SURFACE OWNER(s) Name: Jack D Libery and Sharon L Lucey Address: #38 Glan Easten Road Address: #46225 National Road W St. Claimville, OH 43950 □ COAL OWNER OR LESSEE Name: Murray Energy Carp Address: #46225 National Road W St. Claimville, OH 43950 □ COAL OPERATOR Name: Same as above Address: □ SURFACE OWNER(s) (Road and/or Other Disturbance) Name: Address: □ SURFACE OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: □ OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address: □ OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address: □ Address: □ OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address:	the si oil ar deser opera more well v impo have provi propo subse recore provid Code	urface of the tract on valid gas leasehold being fibed in the erosion and tor or lessee, in the evocal seams; (4) The owork, if the surface traundment or pit as desc a water well, spring of de water for consumplosed well work activity etion (b) of this section of the sheriff requiresion of this article to to R. § 35-8-5.7.a requiresion of this article to the R. § 35-8-5.7.a requiresion of this article to the sheriff requiresion of this article to the R. § 35-8-5.7.a requiresion of the sheriff requiresion of this article to the R. § 35-8-5.7.a requiresion of the sheriff requiresion	which the well is or developed by the d sediment control rent the tract of lar where of record of act is to be used for the different supply sour tion by humans or y is to take place. (on hold interests in red to be maintain the contrary, notice res, in part, that the	ren of this article, and ris proposed to be loc proposed well work, it plan submitted pursued on which the well pf the surface tract or tr the placement, constitue of this article; (5) are located within one domestic animals, and (c)(1) If more than that the lands, the applicated pursuant to section to use the placement of the lands of the proposed to the operator shall also to the operator shall also.	the well plat to each of the following persons: (1) The owners of record cated; (2) The owners of record of the surface tract or tracts overlying the if the surface tract is to be used for roads or other land disturbance as ant to subsection (e), section seven of this article; (3) The coal owner, proposed to be drilled is located [sic] is known to be underlain by one or acts overlying the oil and gas leasehold being developed by the proposed muction, enlargement, alteration, repair, removal or abandonment of any Any surface owner or water purveyor who is known to the applicant to thousand five hundred feet of the center of the well pad which is used to d (6) The operator of any natural gas storage field within which the elements in common or other co-owners of interests described in ant may serve the documents required upon the person described in the eight, article one, chapter cleven a of this code. (2) Notwithstanding any to notice to a landowner, unless the lien holder is the landowner. W. Va.
Name: Jack D Lucey and Sharon L Lucey Address: 838 Glan Easten Road Address: 846225 National Road W Address: 46225 National Road W St. Claimvilla, OH 43850 COAL OPERATOR Name: Same as above Address: SURFACE OWNER(s) (Road and/or Other Disturbance) Name: Address: Name: Address: SURFACE OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: SURFACE OWNER(s) (Impoundments or Pits) Name: Address: SURFACE OWNER(s) (Impoundments or Pits) Name: Address:			I WSSP Notice	□ E&S Plan Notice	
Signer Easter, WV 26038 Name: Donald W Yodars and Mary Jo Yodars Address: 309 Hotolin Holar Rd Six Clainvalle, OH 43850 COAL OPERATOR Name: Same as above Address: Surface OWNER(s) (Road and/or Other Disturbance) Name: Address: Name: Address: Surface OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address: Address:	Vame	; Jack D Lucey and Sharon L	Lucey	V	
Name: Donald W Yoders and Many Ju Yoders Address: 309 Hoopin Holar Rd Surface OWNER(s) (Road and/or Other Disturbance) Name: Surface OWNER(s) (Road and/or Other Disturbance) Name: Surface OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: SURFACE OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: SURFACE OWNER(s) (Impoundments or Pits) Name: Address: Surface OWNER(s) (Impoundments or Pits) Name: Address:					Address: 46225 National Road W
Address: 300 Hoopin Holar Rd Name: Same as above Address: Same as above Address: Same as above Address: Same as above Address: Surface OWNER(s) (Road and/or Other Disturbance) Name: Surface OWNER of WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: Surface OWNER of Any NATURAL GAS STORAGE FIELD Name: Address: Address: Address:	_		. W. C.	/	
Surface Owner(s) (Road and/or Other Disturbance) Name: Address: Name: Address: Surface Owner of Water Well And/or Water Purveyor(s) Name: Address: Operator of Any Natural Gas Storage Field Name: Address: Surface Owner(s) (Impoundments or Pits) Name: Address:			Je Yoders	/	
SURFACE OWNER(s) (Road and/or Other Disturbance) Name: SURFACE OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: Address: OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address:					
Name: Address: SURFACE OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: SURFACE OWNER OF WATER WELL AND/OR WATER PURVEYOR(s) Name: Address: OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address: Address:			/n - 1 - 1/ - 0d	Di control	Address:
Address: AND/OR WATER PURVEYOR(s) Name: Address: OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address: Add				er Disturbance)	
Name:					
Name: Address: OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address: Address: Address: OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address:	Addr	ess:			
Address: SURFACE OWNER(s) (Impoundments or Pits) Surface Owner(s) (Impoundments or Pits) Address: Address: Ad	Vano.				
SURFACE OWNER(s) (Impoundments or Pits) Name:Address:Address:Address:Address:Address:Address:Address:					Address:
SURFACE OWNER(s) (Impoundments or Pits) Name: Address:	dan	ess:			
Name: Address: Address:	PY	DEACE OUR DES			
Address:					Name:
					Address:
*Please attach additional forms if necessary	Addre	ess:			1 11 12 12 12 12 12 12 12 12 12 12 12 12
Q 3 X 3 X 3 X 3 X 3 X 3 X 3 X 3 X 3 X 3					*Please attach additional forms if necessary
					A CONTRACTOR OF THE PARTY OF TH

RECEIVED
Office of Oil and Gas

FE3 22 2016

WV Department of Environmental Protection

API NO. 47-051	-01477. W
OPERATOR WE	LL NO. 2H
Well Pad Name: 1	ucey

Notice is hereby given:

Pursuant to West Virginia Code § 22-6A-10(b), notice is hereby given that the undersigned well operator has applied for a permit for well work or for a certificate of approval for the construction of an impoundment or pit.

This Notice Shall Include:

Pursuant to W. Va. Code § 22-6A-10(b), this notice shall include: (1) copies of the application; (2) the erosion and sediment control plan required by section seven of this article; and (3) the well plat.

Pursuant to W. Va. Code § 22-6A-10(f), this notice shall include: (1) a statement of the time limits for filing written comments; (2) who may file written comments; (3) the name and address of the secretary for the purpose of filing the comments and obtaining additional information; and (4) a statement that the persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water.

Pursuant to W. Va. Code R. § 35-8-5.7.a, the operator shall provide the Well Site Safety Plan to the surface owner and any water purveyor or surface owner subject to notice and water testing as provided in section 15 of this rule.

Pursuant to W. Va. Code R. § 35-8-15.2.c, this notice shall: (1) contain a statement of the surface owner's and water purveyor's right to request sampling and analysis; (2) advise the surface owner and water purveyor of the rebuttable presumption for contamination or deprivation of a fresh water source or supply; advise the surface owner and water purveyor that refusal to allow the operator to conduct a pre-drilling water well test constitutes a method to rebut the presumption of liability; (3) advise the surface owner and water purveyor of his or her independent right to sample and analyze any water supply at his or her own expense; advise the surface owner and water purveyor whether or not the operator will utilize an independent laboratory to analyze any sample; and (4) advise the surface owner and or water purveyor that he or she can obtain from the Chief a list of water testing laboratories in the subject area capable of and qualified to test water supplies in accordance with standard acceptable methods.

Additional information related to horizontal drilling may be obtained from the Secretary, at the WV Department of Environmental Protection headquarters, located at 601 57th Street, SE, Charleston, WV 25304 (304-926-0450) or by visiting www.dep.wv.gov/oil-and-gas/pages/default.aspx.

Well Location Restrictions

Pursuant to W. Va. Code § 22-6A-12, Wells may not be drilled within two hundred fifty feet measured horizontally from any existing water well or developed spring used for human or domestic animal consumption. The center of well pads may not be located within six hundred twenty-five feet of an occupied dwelling structure, or a building two thousand five hundred square feet or larger used to house or shelter dairy cattle or poultry husbandry. This limitation is applicable to those wells, developed springs, dwellings or agricultural buildings that existed on the date a notice to the surface owner of planned entry for surveying or staking as provided in section ten of this article or a notice of intent to drill a horizontal well as provided in subsection (b), section sixteen of this article was provided, whichever occurs first, and to any dwelling under construction prior to that date. This limitation may be waived by written consent of the surface owner transmitted to the department and recorded in the real property records maintained by the clerk of the county commission for the county in which such property is located. Furthermore, the well operator may be granted a variance by the secretary from these distance restrictions upon submission of a plan which identifies the sufficient measures, facilities or practices to be employed during well site construction, drilling and operations. The variance, if granted, shall include terms and conditions the department requires to ensure the safety and protection of affected persons and property. The terms and conditions may include insurance, bonding and indemnification, as well as technical requirements. (b) No well pad may be prepared or well drilled within one hundred feet measured horizontally from any perennial stream, natural or artificial lake, pond or reservoir, or a wetland, or within three hundred feet of a naturally reproducing trout stream. No well pad may be located within one thousand feet of a surface or ground water intake of a public water supply. The distance from the public water supply as identified by the department shall be measured as follows: (1) For a surface water intake on a lake or reservoir, the distance shall be measured from the boundary of the lake or reservoir. (2) For a surface water intake on a flowing stream, the distance shall be measured from a semicircular radius extending upstream of the surface water intake. (3) For a groundwater source, the distance shall be measured from the wellhead or spring. The department may, in its discretion, waive these distance restrictions upon submission of a plan identifying sufficient measures, facilities or practices to be employed during well site construction, drilling and operations to protect the waters of the state. A waiver, if granted, shall impose any permit conditions as the secretary considers necessary. (c) Notwithstanding the foregoing provisions of this section, nothing contained in this section prevents an operator from conducting the activities permitted or authorized by a Clean Water Act Section 404 permit or other approval from the United States Army Corps of Engineers within any waters of the state or within the restricted areas referenced in this section. (d) The well location restrictions set forth in this section shall not apply to any well on a multiple well pad if at least one of the wells was permitted prior to the effective date of this article. (e) The secretary shall, by December 31, 2012, report to the Legislature on the noise, light, dust and volatile organic compounds generated by the drilling of horizontal wells as they relate to the well location restrictions regarding occupied dwelling structures pursuant to this section. Upon a finding, if any, by the secretary that the well location restrictions regarding occupied dwelling structures are inadequate or otherwise require alteration to address the items

API NO. 47-051 OPERATOR WELL NO. 2H Well Pad Name: Lucey

examined in the study required by this subsection, the secretary shall have the authority to propose for promulgation legislative rules establishing guidelines and procedures regarding reasonable levels of noise, light, dust and volatile organic compounds relating to drilling horizontal wells, including reasonable means of mitigating such factors, if necessary.

Water Well Testing:

Pursuant to West Virginia Code § 22-6A-10(d), notification shall be made, with respect to surface landowners identified in subsection (b) or water purveyors identified in subdivision (5), subsection (b) of this section, of the opportunity for testing their water well. The operator shall provide an analysis to such surface landowner or water purveyor at their request.

Water Testing Laboratories:

Pursuant to West Virginia Code § 22-6A-10(i), persons entitled to notice pursuant to subsection (b) of this section may contact the department to ascertain the names and locations of water testing laboratories in the subject area capable and qualified to test water supplies in accordance with standard accepted methods. In compiling that list of names the department shall consult with the state Bureau for Public Health and local health departments. A surface owner and water purveyor has an independent right to sample and analyze any water supply at his or her own expense. The laboratory utilized by the operator shall be approved by the agency as being certified and capable of performing sample analyses in accordance with this section.

Rebuttable Presumption for Contamination or Deprivation of a Fresh Water Source or Supply:

W. Va. Code § 22-6A-18 requires that (b) unless rebutted by one of the defenses established in subsection (c) of this section, in any action for contamination or deprivation of a fresh water source or supply within one thousand five hundred feet of the center of the well pad for horizontal well, there is a rebuttable presumption that the drilling and the oil or gas well or either was the proximate cause of the contamination or deprivation of the fresh water source or supply. (c) In order to rebut the presumption of liability established in subsection (b) of this section, the operator must prove by a preponderance of the evidence one of the following defenses: (1) The pollution existed prior to the drilling or alteration activity as determined by a predrilling or prealteration water well test. (2) The landowner or water purveyor refused to allow the operator access to the property to conduct a predrilling or prealteration water well test. (3) The water supply is not within one thousand five hundred feet of the well. (4) The pollution occurred more than six months after completion of drilling or alteration activities. (5) The pollution occurred as the result of some cause other than the drilling or alteration activity. (d) Any operator electing to preserve its defenses under subdivision (1), subsection (c) of this section shall retain the services of an independent certified laboratory to conduct the predrilling or prealteration water well test. A copy of the results of the test shall be submitted to the department and the surface owner or water purveyor in a manner prescribed by the secretary. (e) Any operator shall replace the water supply of an owner of interest in real property who obtains all or part of that owner's supply of water for domestic, agricultural, industrial or other legitimate use from an underground or surface source with a comparable water supply where the secretary determines that the water supply has been affected by contamination, diminution or interruption proximately caused by the oil or gas operation, unless waived in writing by that owner. (f) The secretary may order the operator conducting the oil or gas operation to: (1) Provide an emergency drinking water supply within twenty-four hours; (2) Provide temporary water supply within seventy-two hours; (3) Within thirty days begin activities to establish a permanent water supply or submit a proposal to the secretary outlining the measures and timetables to be used in establishing a permanent supply. The total time in providing a permanent water supply may not exceed two years. If the operator demonstrates that providing a permanent replacement water supply cannot be completed within two years, the secretary may extend the time frame on case-by-case basis; and (4) Pay all reasonable costs incurred by the real property owner in securing a water supply. (g) A person as described in subsection (b) of this section aggrieved under the provisions of subsections (b), (e) or (f) of this section may seek relief in court... (i) Notwithstanding the denial of the operator of responsibility for the damage to the real property owner's water supply or the status of any appeal on determination of liability for the damage to the real property owner's water supply, the operator may not discontinue providing the required water service until authorized to do so by the secretary or a court of competent jurisdiction.

Written Comment:

Pursuant to West Virginia Code § 22-6A-11(a), all persons described in subsection (b), section ten of this article may file written comments with the secretary as to the location or construction of the applicant's proposed well work within thirty days after the application is filed with the secretary. All persons described in West Virginia Code § 22-6A-10(b) may file written comments as to the location or construction of the applicant's proposed well work to the Secretary at:

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

test water. NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT.

Received Office of Oil & Gas

Such persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to

API NO. 47-051 _01477 W
OPERATOR WELL NO. 2H
Well Pad Name: Lucey

Time Limits and Methods for Filing Comments.

The law requires these materials to be served on or before the date the operator files its Application. You have **THIRTY** (30) **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.

Pursuant to West Virginia Code § 22-6A-11(c)(2), Any objections of the affected coal operators and coal seam owners and lessees shall be addressed through the processes and procedures that exist under sections fifteen, seventeen and forty, article six of this chapter, as applicable and as incorporated into this article by section five of this article. The written comments filed by the parties entitled to notice under subdivisions (1), (2), (4), (5) and (6), subsection (b), section ten of this article shall be considered by the secretary in the permit issuance process, but the parties are not entitled to participate in the processes and proceedings that exist under sections fifteen, seventeen or forty, article six of this chapter, as applicable and as incorporated into this article by section five of this article.

Comment Requirements

Your comments must be in writing and 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.

Disclaimer: All comments received will be placed on our web site http://www.dep.wv.gov/oil-and-gas/Horizontal-Permits/Pages/default.aspx and the applicant will automatically be forwarded an email notice that such comments have been submitted. The applicant will be expected to provide a response to comments submitted by any surface owner, water purveyor or natural gas storage operator noticed within the application.

Permit Denial or Condition

The Chief has the power to deny or condition a well work permit. Pursuant to West Virginia Code § 22-6A-8(d), the permit may not be issued or be conditioned, including conditions with respect to the location of the well and access roads prior to issuance if the director determines that:

- (1) The proposed well work will constitute a hazard to the safety of persons;
- (2) The plan for soil erosion and sediment control is not adequate or effective;
- (3) Damage would occur to publicly owned lands or resources; or
- (4) The proposed well work fails to protect fresh water sources or supplies.

A permit may also be denied under West Virginia Code § 22-6A-7(k), the secretary shall deny the issuance of a permit if the secretary determines that the applicant has committed a substantial violation of a previously issued permit for a horizontal well, including the applicable erosion and sediment control plan associated with the previously issued permit, or a substantial violation of one or more of the rules promulgated under this article, and in each instance has failed to abate or seek review of the violation within the time prescribed by the secretary pursuant to the provisions of subdivisions (1) and (2), subsection (a), section five of this article and the rules promulgated hereunder, which time may not be unreasonable.

Pursuant to West Virginia Code § 22-6A-10(g), any person entitled to submit written comments to the secretary pursuant to subsection (a), section eleven of this article, shall also be entitled to receive from the secretary a copy of the permit as issued or a copy of the order modifying or denying the permit if the person requests receipt of them as a part of the written comments submitted concerning the permit application. Such persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water.

Received Office of Oil & Gas FEB 1 7 2016

API NO. 47-051 -01477 OPERATOR WELL NO. 2H
Well Pad Name: Lucey

Notice is hereby given by:

Well Operator: Trans Energy Inc.

Telephone: 304-684-7053

Email: lesliegearhart@transenegyinc.com

Address: P O Box 393 St. Marys, WV 26170

Facsimile: 304-684-3658

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at deprivacyofficer@wv.gov.

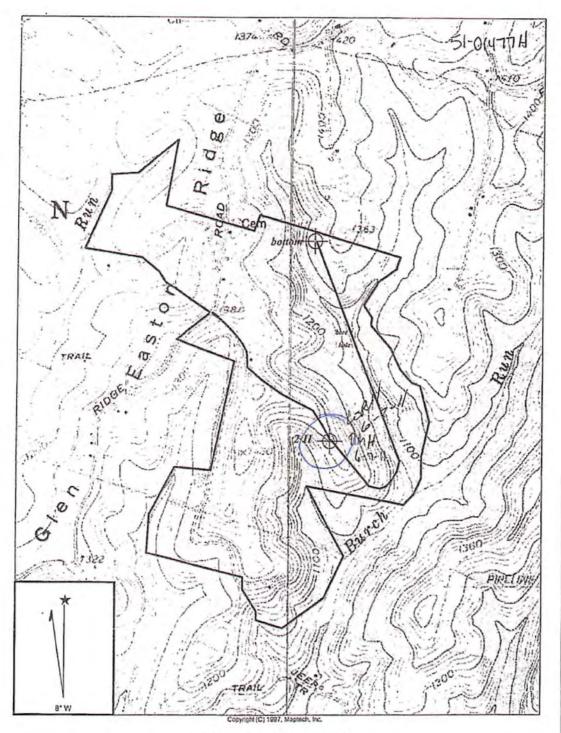
OFFICIAL SEAL
STATE OF WEST VIRGINIA
NOTARY PUBLIC
Debra A. Mart '
Trans Energy Incorporated
210 2nd Street
St. Mary's, WV 26170
My Commission Expires Nov. 29, 2020

Subscribed and sworn before me this

Notary Public

My Commission Expires

Received Office of Oil & Gas FFR 1 7 2016



CAMERON OUADRANGLE

SCALE 1" = 1000'

TRANS ENERGY, INC.

WELL: LUCEY 2H JACK D. LUCEY 412.367 ACRE LEASE

CAMERON DISTRICT MERSHALL COUNTY WEST VIRGINIA

Received

JUN - 3 2014

Office of Oil and Gas
WV Dept. of Environmental Protection

05/06/2016

Received Office of Oil & Gas

FFR 17 2016

WW-6A5 (1/12)

Operator Well No. Lucay 2H

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF PLANNED OPERATION

Denvery me	ethod pursuant to West Virginia	Code § 22-6	A-16(c)			
CERT	IFIED MAIL	Пна	ND			
	RN RECEIPT REQUESTED		ELIVERY			
the planned required to b drilling of a damages to t	operation. The notice required it he provided by subsection (b), sect horizontal well; and (3) A propo- the surface affected by oil and gas	by this subsection ten of this sed surface to operations to	ction shall inclust article to a suri starticle to a suri use and compen	de: (1) A copy ace owner who sation agreement	ication, an operator shall, by certified mail for the drilling of a horizontal well notice of of this code section; (2) The information se land will be used in conjunction with the at containing an offer of compensation for spensable under article six-b of this chapter, sted in the records of the sheriff at the time	
at the addres	reby provided to the SURFACE ss listed in the records of the sherr	OWNER(s) If at the time		Donald W Yoders and N	April 10 Years	
Address: 8381 Glen Easton, WV		_	Addres	309 Hoopin Holler L		
Chart (Lingitur), 444	20039	-	Glen East	on, WV 25039		
County: District: Quadrangle: Watershed:	Marshall Comeron Cierrioron Birch Run of Grave Creek		Public Road a Generally use	Northing:	4411149 Co Rd 50 Luccy	
	ell; and (3) A proposed surface us	and comper the extent the	te owner whose isation agreement damages are confrom the Secret	land will be understand and arminersable understanding army, at the WV	code section; (2) The information required used in conjunction with the drilling of a offer of compensation for damages to the er article six-b of this chapter. Additional Department of Environmental Protection	
norizontal we urface affect afformation re acadquarters.	related to horizontal drilling may located at 601 57th Street, SE,	Charleston	, WV 25304 (304-926-0450)	or by visiting www.dep.wv.gov/oil-and-	
orizontal we urface affect afformation readquarters, asspages/del	related to horizontal drilling may located at 601 57th Street, SE, fault, aspx.	Charleston	Address:	P Q 80x 393	or by visiting www.dep.wv.gov/oil-and-	
norizontal we surface affect information r	related to horizontal drilling may located at 601 57th Street, SE, fault, aspx.	Charleston	, WV 25304 (P Q Box 393 St. Marys, WV 25170	or by visiting www.dep.wv.gov/oil-and-	

RECEIVED
Office of Oil and Gas

FEB 22 2016

WV Department of Environmental Protection



WEST VIRGINIA DEPARTMENT OF TRANSPORTATION

Division of Highways

1900 Kanawha Boulevard East • Building Five • Room 110 Charleston, West Virginia 25305-0430 • (304) 558-3505

Paul A. Mattox, Jr., P. E. Secretary of Transportation/ Commissioner of Highways

Earl Ray Tomblin Governor

February 8, 2016

James A. Martin, Chief Office of Oil and Gas Department of Environmental Protection 601 57th Street, SE Charleston, WV 25304

Subject: DOH Permit for the Lucey 1H Well Site, Marshall County

Dear Mr. Martin,

This well site will be accessed from Permit 06-2010-0248 issued to Trans Energy, Inc. for access to the State Road for a well site located off of Marshall County Route 60.

The operator has signed a DISTRICT WIDE OIL AND GAS ROAD MAINTENANCE BONDING AGREEMENT and provided the required Bond. This operator is currently in compliance with the DOH OIL AND GAS POLICY dated January 3, 2012.

Very Truly Yours,

Day K. Clayton

Gary K. Clayton

Regional Maintenance Engineer Central Office Oil & Gas Coordinator

Cc: Leslie Gearhart
P.O. Box 393
St. Marys, WV 26170
TransEnergy, Inc.
CH, OM, D-4
File

Received Office of Oil & Gas FEB 1 7 2016

OIL AND GAS ROAD DISTRICT WIDE BONDING AGREEMENT For DOH District Six

.01	THIS	AG	REEN	IENT	Г, ех	ecuted in	ı dupl	icate, m	nade	and	entered	into	this	19th da	ay of
Man	10th	,	2012,	bу	and	between	n the	WEST	Γ λ	IRG	INIA	DEP	ART	MENT	\mathbf{OF}
IKAN	SPOR	\mathbf{A}	HON,	\mathbf{DIV}	1210	NOFE	uGH	WAYS,	her	einafi	ler call	ed "I)EPA	RTME	NT."
and	Tro	ns	Ene	au	In	·		,			(compa	any,	hereir	after
called '	'COM	PAI	VY "	1 }								-	٠,		

WITNESSETH:

WHEREAS, Company has horizontal gas well drilling operations in certain areas of West Virginia; and

WHEREAS, the Department believes that the frequent and repetitive use of certain sections of highways in the State by Company, its contractors, agents, independent contractors or suppliers of drilling materials or drilling equipment, and employees contributes to increased wear and tear to public roads in the state road system in the State, including local roads ("State Owned Roads"); and,

WHEREAS, the Department and Company have entered into this Agreement to satisfy the requirements of the Department's policy entitled "Oil & Gas Road Policy" dated January 3, 2012, as issued by Paul A. Mattox, Jr., Secretary of Transportation / Commissioner of Highways, and any subsequent related policies, hereinafter called "Policy", a copy of which is made a part of this Bonding Agreement and is identified as Attachment 1.

NOW, THEREFORE, for and in consideration of the mutual agreements hereinafter set forth, the parties agree as follows:

- I. For purposes of this Bonding Agreement, "Project Transportation Usage" of the Company shall be understood to mean use of one or more State Owned Roads for the delivery and removal of drilling materials and drilling equipment at the site or location of one or more of Company's horizontal gas well pad locations. To the extent reasonably practical, prior to commencing use of a State Owned Road for Project Transportation Usage after January 1, 2011, the Company shall submit to the Department a section or sections of current official WVDOH County Highway maps identifying the exact location of the proposed project and the State Owned Roads that the Company will utilize for the Project Transportation Usage.
- II. Company and Department shall within 14 days of the Company's submittal, agree to a list of these sections of State Owned Roads, hereinafter called "Project Roads List", to be utilized for each of Company's projects, identified by route number and milepost; at a time to be mutually agreed to by the parties prior to initial commencement of Project Transportation Usage of a particular State Owned Road on a Project Roads List, the Company and Department will jointly review the condition of the roads and bridges on the Project Roads List. The Department will document the road type and surface condition and general right-of-way width of each section of road on the Project Road List. Either party may supplement this documentation with photographs, video or other evidence of the present condition of the road surface, shoulders, ditches, culverts, bridges or other structures or appurtenances of roads on the Project Road List, as well as approaches to the roads, utility facilities located within or along the right-of-way, or any other condition, including third-party activities, that may affect the duties and responsibilities of the parties under this Agreement. A copy of any such documentation nother roads on the Project Roads List.

III. Department shall issue a Project Agreement or Project Permit, as appropriate, to Company to use State Owned Roads and may include any minor or major improvements Office of Oil & Gas

required of Company prior to, during or after Project with the assignment of responsibilities of both parties prior to, during and after the operator has completed well fracturing.

- IV. In the Project Agreement/Project Permit, the Department shall not require the use of State Owned Roads other than the roads proposed by Company unless the Department has safety concerns as to the Company's proposed roads. A failure to agree on roads that may otherwise be lawfully used for a particular Project Transportation Usage shall result in the designation of the State Owned Roads proposed by Company, with milepost determinations as designated by Department. This Agreement shall only cover portions of State Owned Roads designated on the Project Roads List.
- V. For the duration of Company's Project Transportation Usage of the Stated Owned Roads on the Project Roads List, whether by the Company, its contractors (while working on behalf of Company), agents, independent contractors or suppliers of drilling materials or drilling equipment, or employees, the Company agrees to pay for all reasonable maintenance and repair costs incurred by the Department to repair areas of the State Owned Roads included in the Project Roads List that were directly damaged by Company's Project Transportation Usage, as determined to be reasonably necessary and appropriate by the Department. The Department shall keep a record of all labor performed by Department employees and contractors for such maintenance and repairs and shall send an invoice for the same to Company.
- VI. Company shall be responsible for the cost of all maintenance and repairs reasonably necessary to put the existing roadways, bridges and appurtenances on the Project Roads List utilized for the Project Transportation Usage in the condition that existed immediately prior to the Project Transportation Usage. Company shall not be required to pay for maintenance or repairs to put any areas of such roadways, bridges and appurtenances on the Project Roads List in a condition better than the condition that existed immediately prior to the Project Transportation Usage. Company shall also not be required to pay for maintenance or repairs to any areas of these roadways, bridges or appurtenances on the Project Roads List that are not actually utilized for the Project Transportation Usage or for damage not caused by Project Transportation Usage.
- VII. Company shall notify the Department in writing of Company's final completion of Project Transportation Usage for particular roadways, bridges and appurtenances on the Project Roads List. Within fourteen days after its receipt of written notification of the completion of the Project Transportation Usage for all roads on a Project Roads List, the Department will review the condition of the roadways, bridges and appurtenances on the Project Roads List actually utilized for the Project Transportation Usage and advise Company of any final repairs reasonably necessary to leave these roads, bridges and appurtenances in a condition reasonably deemed by Department to be equal to their condition prior to commencement of Project Transportation Usage; and, upon completion of all such final repairs by or on behalf of Company and acceptance by Department, the Company shall be released from all further liability for maintenance or repairs to roads, bridges, or appurtenances on said Project Roads List. Any maintenance or repair work under the Project Agreement/Project Permit for roads, bridges or appurtenances on the Project Roads List may be performed by a contractor directly chosen by the Company as approved by the Department, the Department's workforce, or a private contractor hired by the Department through the public bid process in accordance with state law, all of which work shall be subject to the standards and specifications of the Department.
- VIII. In order to ensure performance of Company's performance and payment obligations under this Bonding Agreement, the Company shall post a corporate surety bond, hereinafter called "Master Bond", with the Department named as the beneficiary, which form of bond shall be subject to the consent of the Department, not to be unreasonably withheld. The amount and form of the bond shall be in accordance with the Policy as set forth above. However, the amount of the Master Bond does not limit the amount of claims that may be made by the Department against the Company under this Bonding Agreement. The Company shall provide the Master Bond to the Department within one (1) month after the execution 05/06/2016 Bonding Agreement. The Master Bond shall secure the good faith performance of all payment obligations of Company under the terms of this Bonding Agreement respecting the roads, bridges and appurtenances on the Project Roads List for each Project Transportation Usage undertaken by the Company, and shall remain in effect until termination of this Agreement. Company shall not be obligated to provide any other bonds, sureties, or other guarantees of performance to the

Department for Company's use of State Owned Roads, except as required in this Agreement.

- IX. Company shall maintain Commercial General Liability Insurance in the amount of two million dollars, with a minimum coverage of one million dollars per occurrence, for personal injury or death to persons, or for property damage, resulting from Company's Project Transportation Usage and shall present evidence of such insurance to Department upon request.
- X. Company's usage of State Owned Roads under the Project Agreement/Project Permit shall comply with all applicable Federal, State and local laws and regulations including, but not limited to, to the extent applicable, the National Environmental Policy Act, Section 404 of the Clean Water Act, Section 106 of the National Historic Preservation Act, Rare, Threatened and Endangered Species Act, Section 401 Water Quality Certification, and hazardous waste requirements. Further, upon reasonable written request of Department, Company shall furnish Department with acceptable documentation of such compliance which is in the possession of the Company.
- XI. Company shall defend, indemnify and hold Department harmless from and against any and all losses, damage, and liability, and from all claims for damages on account of or by reason of bodily injury, including death, which may be sustained, or claimed to be sustained, by any person or persons, including employees of Department, and from and against any and all claims, losses or liabilities for damages to property, arising out of the negligent or willful acts or omissions of Company, its agents, independent contractors and suppliers of drilling materials or drilling equipment, employees and contractors, in the performance of all Project Transportation Usage activities undertaken pursuant to this Agreement (collectively, "claims"). The Company shall not be responsible to indemnify, defend or hold harmless Department for any claims caused by the negligent or willful acts or omissions of the Department or its agents, employees and contractors or third parties not performing work at the direction of Company or delivering drilling equipment or drilling materials, including water, for use by or for company.
- XII. If a provision of this Agreement is or becomes illegal, invalid or unenforceable in any jurisdiction, that shall not affect the validity or enforceability of any other provision of this Agreement; or the validity or enforceability in other jurisdictions of that or any other provision of this Agreement.
- XIII. Department shall give Company a minimum of thirty days written notice of default under the terms of this Bonding Agreement and the opportunity to cure this default during such thirty-day period. If a default is not cured to the satisfaction of Department, or provision acceptable to Department is not made for a cure, Department may then elect to terminate this Bonding Agreement in whole or in part, and may in addition exercise its rights under the Master Bond or seek any other lawful relief available. Company may terminate this Bonding Agreement upon thirty days written notice to Department for any reason. In the event Company terminates this Agreement for any reason, it shall be liable for the repair and maintenance costs set forth above for prior Project Transportation Usage.
- XIV. Nothing herein shall be construed to mean that Company shall have any jurisdiction or control over any public roads in the state road system.
- XV. Company, its contractors, agents, employees and suppliers shall at all times be subject to applicable provisions of state and federal law, including without limitation laws requiring operation of vehicles in accordance with legal size and weight restrictions and posted weight limits. Oversize/overweight permits for vehicle or loads not otherwise conforming with law must be obtained in accordance with law; Department agrees to work in good faith with Company to review and grant (where authorized by law) such permits in a timely manner upon request by Company.
- XVI. This Bonding Agreement shall be construed and enforced in accordance with the laws of the State of West Virginia, as they may be amended.
- XVII. This Bonding Agreement shall be binding upon the successors and assigns of each party hereto.

 Office of Oil 2 Case

IN WITNESS WHEREOF, the parties hereto have caused this Bonding Agreement to be executed by their duly authorized officers effective as of the date first above written.

WEST VIRGINIA DEPARTMENT OF TRANSPORTATION, DIVISION OF HIGHWAYS

Doren Baria

Ву

State Highway Engineer

Witness

Trans Energy Inc

Witness P

Title

(To be executed in duplicate)

APPROVED AS TO FORM THIS

ATTORNEY LEGAL DIVISION WEST VIRGINIA DIVISION

OF HIGHWAYS

05/06/2016

Received
Office of Other Open

CCB 17 30.5

