

#### 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

September 27, 2012

#### WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-5101563, issued to CHESAPEAKE APPALACHIA, L.L.C., 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 of completion of drilling, 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: MICHAEL DUNN MSH 8H

Farm Name: DUNN, MICHAEL A.

**API Well Number: 47-5101563** 

Permit Type: Horizontal 6A Well

Date Issued: 09/27/2012

Promoting a healthy environment.

#### **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 the operator encounters an unanticipated void, or an anticipated void at an unanticipated depth, the operator shall notify the inspector within 24 hours. Modifications to the casing program may be necessary to comply with W. Va. Code § 22-6A-5a (12), which requires drilling to a minimum depth of thirty feet below the bottom of the void, and installing a minimum of twenty (20) feet of casing. Under no circumstance should the operator drill more than fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 2. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the fill material shall be within plus or minus 2% of the optimum moisture content as determined by the standard proctor density test. Each lift must meet 95 % compaction of the optimum density based on results from the standard proctor density test of the actual soils used in specific engineered fill sites. Each lift shall be tested for compaction, with a minimum of two tests per lift per acre of fill. All test results shall be maintained on site and available for review.
- 3. Operator shall install signage per § 22-6A-8g (6) (B) at all source water locations included in their approved water management plan within 24 hours of water management plan activation.
- 4. Oil and gas water supply wells will be registered with the Office of Oil and Gas and all such wells will be constructed and plugged in accordance with the standards of the Bureau for Public Health set forth in its Legislative rule entitled *Water Well Regulations*, 64 C.S.R. 19. Operator is to contact the Bureau of Public Health regarding permit requirements. In lieu of plugging, the operator may transfer the well to the surface owner upon agreement of the parties. All drinking water wells within twenty-five hundred feet of the water supply well shall be flow tested by the operator upon request of the drinking well owner prior to operating the water supply well.
- 5. Pursuant to the requirements pertaining to the sampling of domestic water supply wells/springs the operator shall, no later than thirty (30) days after receipt of analytical data provide a written copy to the Chief and any of the users who may have requested such analyses.

## STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS W.VA. CODE §22-6A - WELL WORK PERMIT APPLICATION

) Well Operator:	Chesapeake	Appalachia, LLC	;	494477557	51-Marshall	9-Webster	453-Majorsville
,				Operator ID	County	District	Quadrangle
2) Operator's Well	Number:	Michael Dur	nn MSH 8H		Well Pad Nan	ne: Michael Dunn	MSH Pad
Elevation, curren	nt ground:	1260'	E	levation, proposed	post-construc	ction:	1256'
4) Well Type: (a)	Gas Other	-	Oil				
(b) I	If Gas:	Shallow	-	Deep			
		Horizontal	=				
5) Existing Pad? You 6) Proposed Target Proposed Target Formati	Formatio			ated Thicknesses a			
7) Proposed Total	Vertical D	Depth:	6810'				
3) Formation at To		-	Onondaga				
Proposed Total			13,200'				
(0) Approximate F			pths:	330'			
11) Method to Dete				Data was gathered from e-	ogs, drillers logs and	from wells within a	2500' radius
12) Approximate S	altwater I	Depths:	1156'				
13) Approximate C			770'				
14) Approximate D			d (coal mine	, karst, other):	None that we	are aware of.	
15) Does land cont	ain coal s	eams tributa	ary or adjace	ent to, active mine	? yes		
16) Describe propo							
			. (6865') with a solid	cement plug to the KOP, appr	ox. 6333 and drill latera	l leg'. Then stimulate	and produce any potential
zones between and including	the Benson to the	Marcellus. **If we sh	ould encounter a void,	place basket above and below voi	d area - balance cement to	bottom of void and grou	it from basket to surface. Run
casing not less than 20'	below void nor	more than 50' be	low void.(*If freshw	ater is encountered deeper	than anticipated it mu	st be protected, set	casing 50' below and cts
17) Describe fractu Well will be perforated within	-	_		il: nd, and chemical additives at a h	igh rate. This will be per	ormed in stages with the	e plug and perf method along
the wellbore until the ent	tire lateral has	been stimulated w	ithin the target form	ation. All stage plugs are th	en drilled out and the	well is flowed back to	o surface.
The well is produced thro	ough surface fa	acilities consisting	of high pressure pro	oduction units, vertical separ	ration units, water and	oil storage tanks.	
18) Total area to be	e disturbe	d, including	g roads, stock	kpile area, pits, etc	c, (acres):	13.7	
19) Area to be dist	urbed for	well pad or	nly, less acce	ess road (acres):	7.2		
			The second secon				

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#### 20)

#### CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft.	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill -up (Cu. Ft.)
Conductor	20"	New	J-55	94#	100'	100'	CTS
Fresh Water	13 3/8"	New	J-55	54.5#	430'	430'	410 sx/cts
Coal	9 5/8"	New	J-55	40#	2300'	2300'	880 sx/cts
Intermediate	7"	New	P-110	20#	If Needed	If Needed	If Needed/As Needed
Production	5 1/2"	New	P-110	20#	13,200'	13,200'	Lead 1070 sx Tail 1180 sx/100' inside intermediate
Tubing	2 3/8"	New	N-80	4.7#	Approx. 7083'	Approx. 7083'	
Liners							

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield
Conductor	20"	30"	0.25	2120	15.6 ppg	1.19/50% Excess
Fresh Water	13 3/8"	17.5"	0.380	2740	15.6 ppg	1.19/50% Excess
Coal	9 5/8"	12 1/4"	0.395	3950	15.6 ppg	1.19/50% Excess
Intermediate	7"	8 3/4"	0.317	4360	15.6 ppg	1.20/15% Excess
Production	5 1/2"	8 3/4"	0.361	12360	15.6 ppg	1.20/15% Excess
Tubing	2 3/8"	4.778"	0.190			
Liners						

#### **PACKERS**

Kind:	10K Arrowset AS1-X	
Sizes:	5 1/2"	
Depths Set:	Approx. 6,197'	

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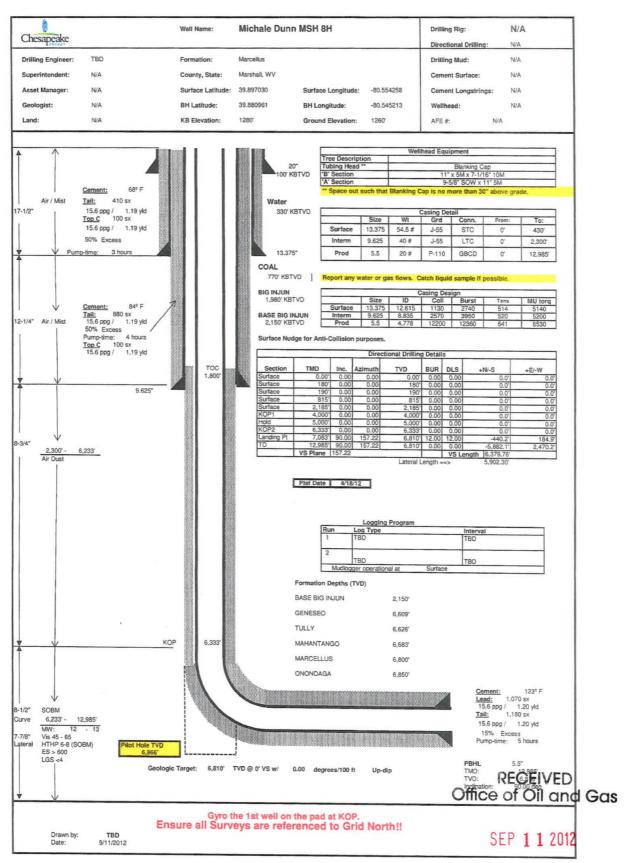
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21) Describe centralizer placement for each casing string.	
All casing strings will be ran with a centralizer at a minimum of 1 per every 3 joints of casing.	
2) Describe all cement additives associated with each cement type.	
**Please see attached sheets for Chemical Listing of Cement & Additives for Chesapeake Energy we	sile
Please see attached sheets for Chemical Listing of Cement & Additives for Chesapeake Energy wo	
23) Proposed borehole conditioning procedures.	
All boreholes will be conditioned with circulation and rotation for a minimum of one bottoms up and co	ontinuing until
operator is satisfied with borehole conditions.	

\*Note: Attach additional sheets as needed.



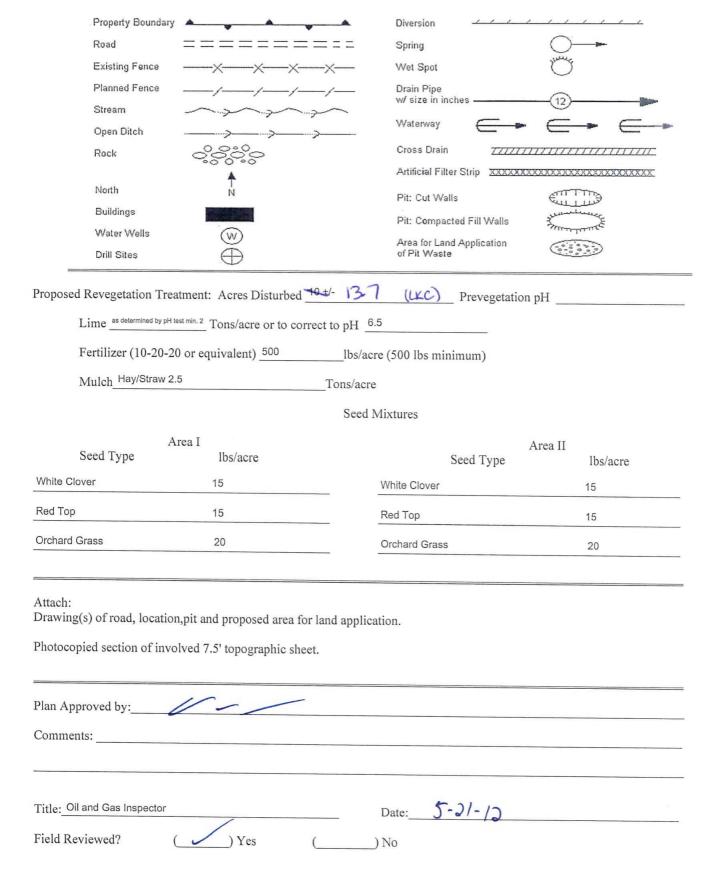


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### STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS

### CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

Operator Name_Chesapeake Appalachia, L	.LC	OP Code	494477557	
Watershed Upper Ohio South		adrangle 453-Majorsville		_
Elevation 1260'	County_51-Marshall	Distric	g-Webster	_
Description of anticipated Pit Waste:				
Do you anticipate using more than 5,000				
Will a synthetic liner be used in the pit?	If so, w	vhat mil.?		
Reuse (at A)		edisposal location)	DDMR &/or permit addendum	_)
Drilling medium anticipated for this we -If oil based, what type? Synt Additives to be used? _see attached she	hetic, petroleum, etc. Synthetic	etc. Air and salt saturate r Oil Base	nud	
Will closed loop system be used? yes				
Drill cuttings disposal method? Leave	in pit, landfill, removed offsite	e, etc. Landfill		
If left in nit and plan to solidi	fy what medium will be used?	Cement, lime,	Northwestern SWE-1025	
-Landfill or offsite name/perm Short Creek 1034/WV0109517 / CID28726 , Arden Landfill	it number? Meadowfill SVVF-103	SAmerican 02-12954 Country Wide	38390/CID 38390. Pine Grove 13688	
I certify that I understand and on August 1, 2005, by the Office of Oi provisions of the permit are enforceable or regulation can lead to enforcement a I certify under penalty of la application form and all attachments the information, I believe that the information including Company Official Signature  Company Official (Typed Name)  Dee	il and Gas of the West Virgini e by law. Violations of any teaction.  w that I have personally examereto and that, based on my information is true, accurate, and the possibility of fine or improved.	a Department of Environment or condition of the gamined and am familian and an inquiry of those individud complete. I am away	nmental Protection. I under general permit and/or other a with the information subnals immediately responsible	stand that the applicable law nitted on this for obtaining
Company Official Title Regulatory Special Subscribed and sworn before me this_	day of	N	, 2 COTTON	SSA STATE
Danielle D. Southall	de la	No.	otary Puriod Of Med DANIELLE D. 79 Woodlyn Drue, My Commission Express	The state of the s
My commission expires February 11, 20	21		6	um



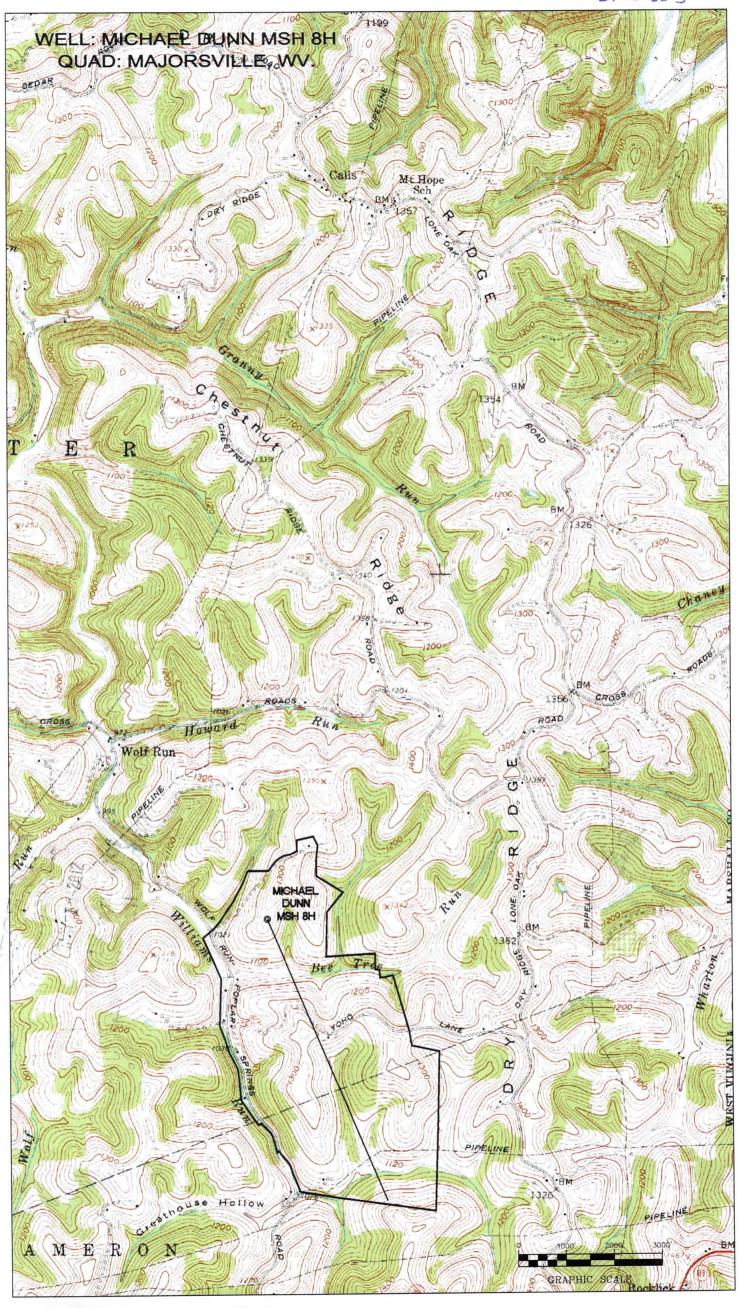


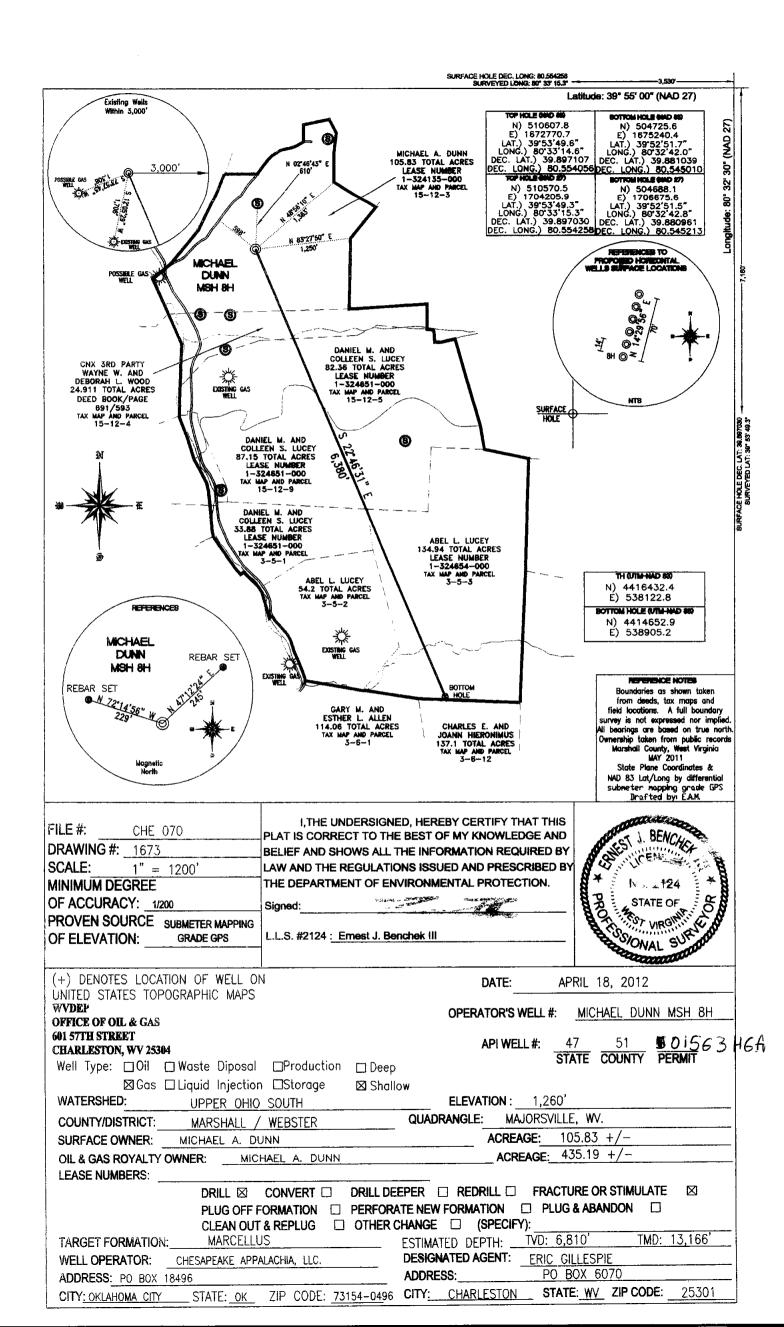
#### Marcellus Well Drilling Procedures And Site Safety Plan

Chesapeake Appalachia, LLC

47 - 51 Well name: 833797 Michael Dunn MSH 8H
Majorsville, Quad
Webster, District
Marshall County, West Virginia

Submitted by:		1/00/0010
Dee Swiger Wel	Date:	4/23/2012
Title Regulatory Specialist I	Chesapeake	Appalachia, LLC
Approved by:		
101	Date:	5-21-12
Title: Inspector		
Approved by:		
	Date:	
Title:	-	
Chesapeake Appalachia, L.L.C. – Confident	ial	





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

Date of Notic	e Certification:- 05/04/2012	A	API No. 47- 51-Marshall -				
Date of Notice	e certification.	C	perator's	Well N	o. Michae	Dunn MSH 8H	
		,	Well Pad Na	ame: _	Michael D	unn MSH Pad	
Notice has b	een given:						
Pursuant to th	e provisions in West Virginia Code §	22-6A, the Operator has provi	ded the requ	ired p	arties wi	th the Notice Forms listed	
below for the	tract of land as follows:						
State:	West Virginia			538122			
County:	51-Marshall		0	441643			
District:	9-Webster	Public Road Acces				ar Springs Road	
Quadrangle:	453-Majorsville	Generally used far	m name:	Michae	el Dunn		
Watershed:	Upper Ohio South						
prescribed by it has provid information r of giving the requirements Virginia Cod	West Virginia Code § 22-6A-7(b), of the secretary, shall be verified and shed the owners of the surface describe equired by subsections (b) and (c), see surface owner notice of entry to surface of subsection (b), section sixteen of e § 22-6A-11(b), the applicant shall to have been completed by the applicant	nall contain the following informed in subdivisions (1), (2) and ction sixteen of this article; (ii) rivey pursuant to subsection (af this article were waived in vender proof of and certify to the	mation: (14 d (4), subsorthat the requirements of the control of t	A ce ection quirement of the sur	rtification (b), sect ent was of this artice face own	in from the operator that (1) ion ten of this article, the deemed satisfied as a result le six-a; or (iii) the notice her; and Pursuant to West	
Pursuant to that the Ope	West Virginia Code § 22-6A, the Operator has properly served the required	erator has attached proof to the d parties with the following:	is Notice Ce	ertifica	tion		
*PLEASE CH	ECK ALL THAT APPLY					OOG OFFICE USE ONLY	
□ 1. NO	TICE OF SEISMIC ACTIVITY or	■ NOTICE NOT REQUIR SEISMIC ACTIVITY WAS			0	☐ RECEIVED/ NOT REQUIRED	
■ 2. NO	TICE OF ENTRY FOR PLAT SURV	TEY or NO PLAT SURVE	Y WAS CO	ONDU	CTED	RECEIVED	
☐ 3. NO	TICE OF INTENT TO DRILL or	NOTICE NOT REQUIR NOTICE OF ENTRY FOR PWAS CONDUCTED or	LAT SURV	/EY		RECEIVED/ NOT REQUIRED	
		WRITTEN WATVER E (PLEASE ATTACH)	SY SURFAC	CE OV		RECEIVED	
■ 4. NC	TICE OF PLANNED OPERATION	LIAV	10/80	<u>ده</u>			
■ 5. PU	BLIC NOTICE	~ WVD-	1 1 2012			T RECEIVED	
■ 6. NO	TICE OF APPLICATION	40 Iron	thesate	01		RECEIVED	
Required A	Attachments: r shall attach to this Notice Certificat	WV Dove	d Certificat	ions o	f Notice	that have been provided t	

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.

#### Certification of Notice is hereby given:

THEREFORE, I Dee Swiger \_\_\_\_\_\_\_, 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: Chesapeake Appalachia, LLC

By: Dee Swiger

Regulatory Specialist I

Jane Lew, WV 26378 Facsimile: 304-471-2497

PO Box 1300

dee.swiger@chk.com

day

Telephone: 304-517-1416

Email:

Subscribed and sworn before me this

Danielle Southall

My Commission Expires February 11, 2021

TAR NOTARY PUBLIC
STATE OF WEST VIRIGIMA
DANIELLE D. SOUTHALL
79 Woodyn Drive, Westen, WY 28452
My Community Expres February 11, 2021

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 <a href="mailto:deprivacyofficer@wv.gov">deprivacyofficer@wv.gov</a>.

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MAY 11 2012

Environmental Protection

Operator Well No. Michael Dunn MSH 8H

WW-6A5 (1/12)

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

Notice Time R Date of Notice	equirement: notice shall be provided no l	later than the filing of lication Filed:	late of permit a	pplication.
Delivery meth	od pursuant to West Virginia Code § 22	2-6A-16(c)	012	
		HAND DELIVERY	יידן	
return receipt r the planned op required to be p drilling of a ho	equested or hand delivery, give the surface peration. The notice required by this sub- provided by subsection (b), section ten of prizontal well; and (3) A proposed surface courface affected by oil and gas operations	e owner whose land osection shall include this article to a surfa- te use and compens- to the extent the da	le: (1) A copy of the copy of	ation, an operator shall, by certified mail of the drilling of a horizontal well notice of this code section; (2) The information a land will be used in conjunction with the containing an offer of compensation for the shall under article six-b of this chapter, the ted in the records of the sheriff at the time
Notice is herel	by provided to the SURFACE OWNER	(s)		
(at the address	listed in the records of the sheriff at the tin	me of notice):		
Address: RR 4 E	Dunn & Kandy R. Dunn			
Cameron, WV 2603		71441000	•	
		-		
Notice is here Pursuant to We operation on t State:	by given: est Virginia Code § 22-6A-16(c), notice is he surface owner's land for the purpose of West Virginia	drilling a horizonta	I well on the trac	well operator has developed a planned et of land as follows: 538122.8
County:	Marshall	— UTM NAD 8	Northing:	4416432.4
District:	Webster	Public Road	Access:	CR (Wolf Run Road)
Quadrangle:	Majorsville	Generally use	ed farm name:	Dunn
to be provided horizontal well surface affects	est Virginia Code § 22-6A-16(c), this noted by <b>W. Va. Code</b> § 22-6A-10(b) to a sul; and (3) A proposed surface use and conted by oil and gas operations to the extent elated to horizontal drilling may be obtain located at 601 57 <sup>th</sup> Street, SE, Charle ault.aspx.	urface owner whose inpensation agreeme the damages are connect from the Secret	e land will be unt containing an ompensable und cary, at the WV (304-926-0450)	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 or by visiting

Attachment V - Planned Additives to be used in Fracturing or Stimulations

Product Name	Product Use	Chemical Name	CAS Number
		Didecyl Dimethyl	007173-51-1
		Ammonium Chloride	
		Ethanol	000064-17-5
ALPHA 1427	Biocide	Glutaraldehyde (Pentanediol)	000111-30-8
		Quaternary Ammonium	068424-85-1
		Compound Water	007732-18-5
BF-7L	Buffer	Potassium Carbonate	000584-08-7
		Choline Chloride	000067-48-1
ClayCare	Clay Stabilizer	Water	007732-18-5
Enzyme G-I	Breaker	No Hazardous Components	NONE
ENZYME G-NE	Breaker	No Hazardous Components	NONE
FRW-18	Friction Reducer	Petroleum Distillate Hydrotreated Light	064742-47-8
		Petroleum Distillate Blend	N/A-014
GW-3LDF	Gel	Polysaccharide Blend	N/A-021
	Diethylene Glycol		000111-46-6
SCALETROL 720	Scale Inhibitor	Ethylene Glycol	000107-21-1
		Boric Acid	010043-35-3
XLW-32	Crosslinker	Methanol (Methyl Alcohol)	000067-56-1
APB01 (AMMONIUM PERSUFATE BREAKER)	Breaker	Ammonium Persulfate	007727-54-0
B05 (LOW PH BUFFER)	Buffer	Acetic acid	000064-19-7
BXL03 Borate XL Delayed High Temp	Crosslinker	No Hazardous Components	NONE
FRW-200	Friction Reducer	No Hazardous Components	NONE
HVG01 (TURQUOISE-1 BULK)	Gelling Agent	Petroleum Distillate Hydrotreated Light	064742-47-8
KCLS-4	Clay Stabilizer	No Hazardous Components	
LTB-1	Breaker	Ammonium Persulfate	N/A
		Ethanol	000064-17-5

EC6110A		Glutaraldehyde (Pentanediol)	000111-30-8
		Quaternary Ammonium Compounds	N/A-063
EC6629A		No Hazardous Components	NONE
WBK-133 OXIDIZER	Breaker	Ammonium Persulfate	007727-54-0
	D. J.	Ammonium Persulfate	007727-54-0
WBK-134	Breaker	Crystalline Silica (Quartz Sand, Silicon Dioxide)	014808-60-7
WCS-631LC	Clay Stabilizer	Proprietary Non Hazardous Salt	N/A-229
WCS-031EC		Water	007732-18-5
WFR-55LA	Friction Reducer	No Hazardous Components	NONE
WGA-15L	Gel	Petroleum Distillate Hydrotreated Light	064742-47-8
		Potassium Carbonate	000584-08-7
WPB-584-L	Buffer	Potassium Hydroxide	001310-58-3
WXL-101LE	Corsslinker	No Hazardous Components	NONE
WXL-101LM	Crosslinker	Petroleum Distillate Hydrotreated Light	064742-47-8
		Water	007732-18-5
		Ethylene Glycol	000107-21-1
WXL-105L	Crosslinker	Boric Acid	010043-35-3
		Ethanolamine	000141-43-5
B244 Green-Cide 25G	Biocide	Glutaraldehyde	111-30-8
L071 Temporary Clay Stabilizer	Clay Stabilizer	Cholinium Chloride	67-48-1
Breaker J218	Breaker	Diammonium Peroxidisulphate	7727-54-0
EB-Clean* J475 Breaker	Dieakei	Diammonium Peroxidisulphate	7727-54-0
Friction Reducer B315	Friction Reducer	Distillates (petroleum), Hydrotreated light Aliphatic Alcohol Glycol Ether	64742-47-8 Proprietary
Friction Reducer J609		Ammonium Sulfate	7783-20-2
Water Gelling Agent J580	Gel	Carbohydrate Polymer	Proprietary
Scale Inhibitor B317	Scale Inhibitor	Trisodium ortho phosphate Ethane-1, 2-diol	7601-54-9 107-21-1
Borate Crosslinker J532		Aliphatic polyol Sodium tetraborate decahydrate	Proprietary 1303 96-4
Crosslinker J610	Crosslinker	Aliphatic polyol Potassium hydroxide	Proprietary 1310 58-3