May 27, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-5101726, issued to CHEVRON APPALACHIA, LLC, 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: BERGER 7H
Farm Name: BERGER, GARY & LINDA
API Well Number: 47-5101726
Permit Type: Horizontal 6A Well
Date Issued: 05/27/2014

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. This proposed activity may require permit coverage from the United States Army Corps of Engineers (USACE). Through this permit, you are hereby being advised to consult with USACE regarding this proposed activity.

2. 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.

3. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the moisture content of the fill material shall be within limits as determined by the Standard Proctor Density test of the actual soils used in specific engineered fill, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort, to achieve 95% compaction of the optimum density. 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.

4. 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.

5. 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 fifteen 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.

6. 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.

7. 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.

8. During the casing and cementing process, in the event cement does not return to the surface, the oil and gas inspector shall be notified within 24 hours.

9. Operator shall provide the Office of Oil & Gas notification of the date that drilling commenced on this well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov within 30 days of commencement of drilling.
May 22, 2014

Department of Environmental Protection
Office of Oil and Gas
Charleston, WV 25304

RE: Application for Deep Well Permit – API #47-051-01726

COMPANY: Chevron Appalachia, LLC

FARM: Berger #7H

COUNTY Marshall DISTRICT: Clay QUAD: Powhatan

The application for the above company is approved to drill to Utica/Point Pleasant Shale formation. Exception location hearing Docket 226-118

The applicant has complied with the provision of Chapter 22C-9, of the Code of West Virginia, nineteen hundred and thirty-one (1931), as amended, Oil and Gas Conservation Commission as follows:

1. Provided a certified copy of duly acknowledged and recorded consent and easement form from all surface owners; yes

2. Provided a tabulation of all deep wells within one mile of the proposed location, including the API number of all deep wells, well name, and the name and address of the operator; *see below

3. Provided a plat showing that the proposed location is a distance of 500 feet from the nearest lease line or unit boundary and showing the following wells drilled to or capable of producing from the objective formation within 3,000 feet of the proposed location.

Sincerely,

Cindy Raines
Executive Assistant

*47-051-01725 drilled from same pad (Berger 7H)
47-051-01599 – 2,500’
STATE OF WEST VIRGINIA
DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS
WELL WORK PERMIT APPLICATION

1) Well Operator: Chevron Appalachia, LLC 49449935 51 Clay Glon Est, WV
Operator ID County District Quadrangle

2) Operator's Well Number: 71H Well Pad Name: Berger

3) Elevation, current ground: 1292' Elevation, proposed post-construction: 1292'

4) Well Type: (a) Gas (b) Oil □ □ Underground Storage

5) Existing Pad? Yes or No: YES

6) Proposed Target Formation(s), Depth(s), Anticipated Thicknesses and Associated Pressure(s):
   Utica Shale/Point Pleasant, 10,607-11,012', 205' anticipated thickness, Marcellus 4249 psi, Utica 9760 psi

7) Proposed Total Vertical Depth: 10,967'

8) Formation at Total Vertical Depth: Point Pleasant

9) Proposed Total Measured Depth: 17,718

10) Approximate Fresh Water Strata Depths: 165'

11) Method to Determine Fresh Water Depth: Local stream basin, offset well data

12) Approximate Saltwater Depths: 2555'

13) Approximate Coal Seam Depths: 825'

14) Approximate Depth to Possible Void (coal mine, karst, other): Not Anticipated

15) Does proposed well location contain coal seams directly overlying or adjacent to an active mine? If so, indicate name and depth of mine: Ireland, 825'

16) Describe proposed well work:
   - Casing 20' to 300' then run and cement 20' casing to surface covering fresh water. Casing 17 1/2' to 2,568' then run and cement
   - Casing 17 1/2' to 2,568' than run and cement to surface 13 3/8' casing, covering the Borea. Casing 12 1/4' to 8,858' then run and cement to surface 9 5/8' casing, covering the Mapleport Uniontown.
   - Then run 7 1/2' hole to kick off point, run 7 1/2' hole for the curve and land in 16,575' and 10,607' TVD. Then run and cement 5 1/2' production casing to surface. It will be cemented (see attachment)

17) Describe fracturing/stimulating methods in detail:
   Completing the 2 Utica wells utilizing 300,000lbs of 40/80 Hydro Prep each and frac'd at 100 bpm.

18) Total area to be disturbed, including roads, stockpile area, pits, etc. (acres): 23.4 ac.

19) Area to be disturbed for well pad only, less access road (acres): 2.2 ac.
# CASING AND TUBING PROGRAM

<table>
<thead>
<tr>
<th>TYPE</th>
<th>Size</th>
<th>New or Used</th>
<th>Grade</th>
<th>Weight per ft</th>
<th>FOOTAGE: For Drilling</th>
<th>INTERVALS: Left in Well</th>
<th>CEMENT: Fill-up (Cu. Ft.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Conductor</td>
<td>30&quot;</td>
<td>New</td>
<td>Line</td>
<td></td>
<td>40'</td>
<td>40'</td>
<td>CTS</td>
</tr>
<tr>
<td>Fresh Water</td>
<td>20&quot;</td>
<td>New</td>
<td>J-55</td>
<td>94#</td>
<td>300'</td>
<td>300'</td>
<td>CTS</td>
</tr>
<tr>
<td>Intermediate</td>
<td>9-5/8&quot;</td>
<td>New</td>
<td>P-110</td>
<td>53.5#</td>
<td>8,650'</td>
<td>8,650</td>
<td>CTS</td>
</tr>
<tr>
<td>Production</td>
<td>5-1/2&quot;</td>
<td>New</td>
<td>P-110</td>
<td>23#</td>
<td>17,718'</td>
<td>17,718'</td>
<td>CTS</td>
</tr>
<tr>
<td>Tubing</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Liners</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>TYPE</th>
<th>Size</th>
<th>Wellbore Diameter</th>
<th>Wall Thickness</th>
<th>Burst Pressure</th>
<th>Cement Type</th>
<th>Cement Yield</th>
</tr>
</thead>
<tbody>
<tr>
<td>Conductor</td>
<td>30&quot;</td>
<td>36&quot;</td>
<td>0.375&quot;</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Fresh Water</td>
<td>20&quot;</td>
<td>26&quot;</td>
<td>0.438&quot;</td>
<td>2,110</td>
<td>Class A</td>
<td>1.18</td>
</tr>
<tr>
<td>Intermediate</td>
<td>13-3/8&quot;</td>
<td>17-1/2&quot;</td>
<td>0.514&quot;</td>
<td>5,380</td>
<td>Class A</td>
<td>1.18</td>
</tr>
<tr>
<td>Intermediate</td>
<td>9-5/8&quot;</td>
<td>12-1/4&quot;</td>
<td>0.545&quot;</td>
<td>10,980</td>
<td>Class G</td>
<td>1.18</td>
</tr>
<tr>
<td>Production</td>
<td>5-1/2&quot;</td>
<td>7-7/8&quot;</td>
<td>0.545&quot;</td>
<td>13,580</td>
<td>Class G</td>
<td>2.2</td>
</tr>
<tr>
<td>Tubing</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Liners</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

## PACKERS

<table>
<thead>
<tr>
<th>Kind:</th>
<th>None</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sizes:</td>
<td></td>
</tr>
<tr>
<td>Depths Set:</td>
<td></td>
</tr>
</tbody>
</table>
Cement Additives Berger Unit 1, 2, 4, 5, 6, 8, 9, 10

For the Water String the blend will contain class A cement, 3% CaCl2, and flake.

The intermediate will contain class A cement, 10% CaCl2, Salt, and flake.

The Production cement will have a lead, middle, and tail cement.

The lead will contain class A cement, KCl, dispersant, suspension agent, and retarder.

The middle will contain class A cement, KCl, dispersant, Aluminum Silicate, suspension agent, and retarder.

The tail will contain class A cement, Calcium Carbonate, KCl, dispersant, de-foamer, suspension agent, and friction reducer.

Cement Additives Berger Unit 3, 7

The Water String the blend will contain class A cement, 3% CaCl2, and flake.

The 1st intermediate will contain class A cement, 10% CaCl2, Salt, and flake.

The 2nd intermediate will have lead and tail cement. The lead will contain class G cement, Poz Mix, Latex, Friction reducer, defoamer, suspension agent, and 1% CaCl2. The Tail will contain class G cement and 1/2% CaCl2

The production will have a lead and tail cement. The lead will contain Class A cement, KCI, Fluid loss additive, suspension agent, and retarder. The tail will contain Class G cement, Calcium Carbonate, KCI, Fluid loss additive, Suspension Agent, and Retarder.
WW-6B Attachment- Berger Unit 3H & 7H

If a void is encountered the contingency will be the following:

- Once unexpected mine void is encountered drill 19" hole to 100' below bottom of mine void.
- Run 16", 75 lb/ft, J-55 casing with cement basket 20' above mine void.
- Cement casing using displacement method to bottom of mine void using 100 percent excess.
- Grout from surface to cement basket using whatever volume of cement is necessary to get cement to surface.
- Drill 15" hole to 2665'.
- Run 11-3/4", 60 lb/ft, N-80 casing.
- Cement casing to surface using the displacement method with 30% excess.
- Drill 10-5/8" hole to 8650'.
- Run 9-5/8", Flush Joint, 53.5 lb/ft, P-110 casing.
- Cement casing to surface using the displacement method with 15% excess.
- Drill 7-7/8" hole to TD.
- Run 5-1/2" 23 lb/ft, P-110 casing to TD.
- Cement to surface using displacement method with 10% excess.
STATE OF WEST VIRGINIA  
DEPARTMENT OF ENVIRONMENTAL PROTECTION  
OFFICE OF OIL AND GAS  

FLUIDS/CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name: Chevron Appalachia, LLC  
OP Code: 4944935

Watershed (HUC 10): Middle Grave Creek-Grave Creek  
Quadrangle: Powhatan, OH-WV 7.5'

Elevation: 1287.44'  
County: Marshall  
District: Clay

Do you anticipate using more than 5,000 bbls of water to complete the proposed well work?  Yes [ ] No [x]

Will a pit be used?  Yes [ ] No [x]

If so, please describe anticipated pit waste: N/A

Will a synthetic liner be used in the pit?  Yes [ ] No [x]

If so, what ml.?  

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: N/A

Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc.

- If oil based, what type? Synthetic, petroleum, etc. Highly refined mineral oil-based mud

Additives to be used in drilling medium? Emulsifiers, wetting agents, organophilic clays, barite, calcium chloride (for internal phase of invert) gilsonite

Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Removed offsite

- If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust) N/A

- Landfill or offsite name/permit number: Arden Landfill-permit # PA DEP 100172

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): Jeremy Hirtz  
Company Official Title: Permitting Team Lead

Subscribed and sworn before me this 21st day of September, 2013  
Notary Public  
My commission expires January 12, 2014

COMMONWEALTH OF PENNSYLVANIA  
Notorial Seal  
Rodney Lee Frazee, Notary Public  
Henry Clay Twp., Fayette County  
My Commission Expires Jan 12, 2016

MEMBER, PENNSYLVANIA ASSOCIATION OF NOTARIES
Form WW-9

Chevron Appalachia, LLC

Operator's Well No. Berger 7H

Proven Revegetation Treatment: Acres Disturbed 21.2  Prevegetation pH 7

<table>
<thead>
<tr>
<th>Material</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lime</td>
<td>1 Tons/acre or to correct to pH 6.5-7</td>
</tr>
<tr>
<td>Fertilizer type</td>
<td>10-20-20</td>
</tr>
<tr>
<td>Fertilizer amount</td>
<td>1000 lbs/acre</td>
</tr>
<tr>
<td>Mulch</td>
<td>3 Tons/acre</td>
</tr>
</tbody>
</table>

**Seed Mixtures**

**Temporary**

- **Seed Type**
  - Annual Ryegrass Mixture 48.4 lbs/acre

**Permanent**

- **Seed Type**
  - Perennial Ryegrass Mixture 435.6 lbs/acre
  - Creeping Red Fescue or Chewings Fescue
  - Kentucky Bluegrass Mixture

Attach:
- Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided)
- Photocopied section of involved 7.5' topographic sheet.

Plan Approved by: [Signature]

Comments:

Title: **OIL-GAS INSPECTOR**  Date: **10/2/2013**

Field Reviewed? ( ) Yes ( ) No

05/30/2014
Well is located on topo map, 168' feet south of Latitude: 39° 52' 30"

NOTE:
1. The well is not on a road right-of-way.
2. There are no buildings within 500 ft of the proposed well.
3. The proposed well is greater than 100 ft from any stream, wetland, or aquatic habitat.
4. The proposed well is greater than 200 ft from any wetland.
5. The proposed well is greater than 500 ft from any surface water defined as a river, stream, or lake.
6. The proposed well is not in an area identified as a federal wetland or national wildlife refuge.

The undersigned, hereby certify that this plat is correct to the best of my knowledge and belief and shows all the information required by law and the regulations issued and prescribed by the Department of Environmental Protection.

Signed: [signature]

FILE #: BERGER 7H
DRAWING #: BERGER 7H
SCALE: 1" = 200'

MINIMUM DEGREE OF ACCURACY: 1/2500
PROVEN SOURCE OF ELEVATION: U.S.G.S. MONUMENT THOMAS 1486.81

WATERSHED: MOGUE CREEK - RAVEN CREEK
COUNTY/DISTRICT: MARSHALL / CLAY
SURFACE OWNER: GARY & LINDA BERGER
OIL & GAS ROYALTY OWNER: GARY & LINDA BERGER

DRILL CONSTRUCT CONVERT DEEPER REDRILL FRACTURE OR STIMULATE
PLUG OFF OLD FORMATION PERFORATE NEW FORMATION PLUG & ABANDON
CLEAN OUT & REPLUG OTHER CHANGE

TARGET FORMATION: WITCA
ESTIMATED DEPTH: 4750 ft MD; 17,718 ft TVD

WELL OPERATOR: CHEVRON APPALACHIA, LLC
ADDRESS: 800 MOUNTAIN VIEW DRIVE
CITY: SMITHFIELD
STATE: PA
ZIP CODE: 15478

OPERATOR'S WELL #: BERGER 7H
API WELL #: 01726 H6A
STATE: WV
COUNTY: PUTNAM
PERMIT: 01726 H6A