

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

April 15, 2013

WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-6900161, 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 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: CHARLES FRYE OHI 1H

Farm Name: FRYE, CHARLES AND DOROTHY

API Well Number: 47-6900161

Permit Type: Horizontal 6A Well

Date Issued: 04/15/2013

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% (unless soil test results show a greater range of moisture content is appropriate and 95% compaction can still be achieved) of the optimum moisture content as determined by the standard proctor density test, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort. 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 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.
- 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

					69	01	648
1) Well Operator:	Chesapeak	ke Appalachia, LLC	;	494477557	69-Ohio	7-Tridelphia	648-Valley Grove
i) wen operator.	0			Operator ID	County	District	Quadrangle
2) Operator's Well	Number	Charles Frye	e OHI 1H		Well Pad Nan	ne: Charles Frye	OHI Pad
3 Elevation, currer	nt ground	1260'	E	levation, proposed	post-construc	ction:	1260'
	Other		Oil				
(b) 1	If Gas:	Shallow Horizontal	_	Deep			
5) Existing Pad? Y	es or No:	Yes					
6) Proposed Target Target formation- Marcel	Formati	on(s), Deptho p TVD- 6465', Targo	(s), Anticipa et base TVD- 6520	ated Thicknesses a o', Anticipated thickness- 55',	nd Associated Associated Pressure	Pressure(s):	
7) Proposed Total	Vertical I	Depth:	6500'				
8) Formation at To			Marcellus				
9) Proposed Total	Measured	d Depth:	12,350'				
10) Approximate F	resh Wat	ter Strata De	pths:	526'			
11) Method to Det	ermine F	resh Water D	Depth:	From a water well 7,000 SV	V of the pad.		
12) Approximate S	Saltwater	Depths:	900'				
13) Approximate (Coal Sean	n Depths:	615'				
14) Approximate I			d (coal mine	e, karst, other):	615' Abando	oned mine	
15) Does land cont	ain coal	seams tributa	ary or adjace	ent to, active mine	? No		
16) Describe propo			•				
Drill and stimulate any p	otential zones	between and include	ding the Benson to	the Marcellus. **If we should	d encounter a void, p	ace basket above ar	nd below
void area - balance cem	ent to bottom	of void and grout fro	om basket to surfac	ce. Run casing not less than	20' below void nor mo	ore than 50' below vo	id.
(*If freshwater is encour	tered deeper	than anticipated it m	nust be protected,	set casing 50' below and cts)			
the wellbore until the en	tire lateral has	ation and stimulated with stimulated with a been stimulated with the stimulated with t	th a slurry of water, sa ithin the target forn	il: and, and chemical additives at a hination. All stage plugs are throduction units, vertical separ	en drilled out and the	well is flowed back t	
18) Total area to b	e disturb	ed. including	roads, stoc	kpile area. pits. etc	, (acres):	15.2	
19) Area to be dist			REC	CEIVED	34	-	
19) Area to be dist	urbea 101	wen pau on	"Julice o	TOIL & GAS	W	EN -13	Agic
			FED		2	10	2-12-1

WV Department of Environmental Protection

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'	стѕ
Fresh Water	13 3/8"	New	J-55	54.5#	665'	665'	610 SX/CTS
Coal	9 5/8"	New	J-55	40#	2170'	2170'	810 SX/CTS
Intermediate	7"	New	P-110	20#	If Needed	If Needed	If Needed/As Needed
Production	5 1/2"	New	P-110	20#	12,350'	12,350'	Lead 1040 sx Tail 1090 sx/100' inside intermediate
Tubing	2 3/8"	New	N-80	4.7#	Approx. 6896'	Approx. 6896' ~	
Liners					LA.	011 224	

2-12-13 2-13-13

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"	.0317	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

		RECEIVED
Kind:	10K Arrowset AS1-X	Office of Oil & Gas
Sizes:	5 1/2"	FEB 1 5 2013
Depths Set:	Approx. 6,197'	WYSename

Environmental Protection

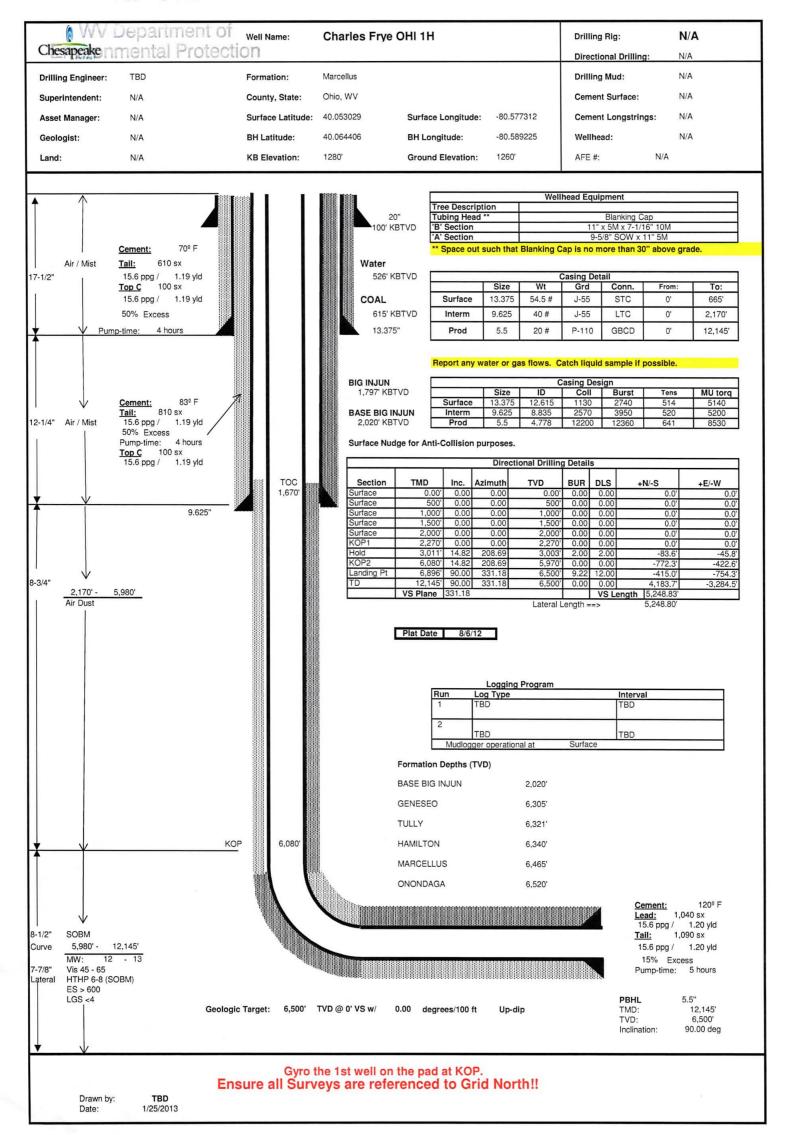
) Describe centralizer placement for each casing string.
All casing strings will be ran with a centralizer at a minimum of 1 per every 3 joints of casing.
2) Describe all cement additives associated with each cement type.
**Please see attached sheets for Chemical Listing of Cement & Additives for Chesapeake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

*Note: Attach additional sheets as needed.





FEB 1 5 2013



Chemical Name	CAS Number	% Concentration Used	
Fuller's earth (attapulgite)	8031-18-3	0.2% BWOC	
Polypropylene glycol	25322-69-4		
polyethylene terephthalate	25038-59-9	0.125 lb/sk	
calcium chloride	10043-52-4	2% BWOC	
	25038-59-9	1 lb/bbl	
polyethylene terephthalate	1302-78-9	20 lb/bbl	
bentonite	1302-76-9	20 10/001	
Fuller's earth (attapulgite)	8031-18-3	0.2% BWOC	1
Polypropylene glycol	25322-69-4		
polyethylene terephthalate	25038-59-9	0.125 lb/sk	
sodium chloride	7647-14-5	10% BWOW	
chrystalline silica	14808-60-7	0.15% BWOC	
	1000 70 0	20 lb/bbl	
bentonite	1302-78-9		
polyethylene terephthalate	25038-59-9	1 lb/bbl	
product classified as non-hazardous.	·	0.05 gal/sk	
product classified as non-hazardous	-	0.01 gal/sk	1
polypropylene glycol	25322-69-4	0.02 gal/sk	
]
		4 15 /5 51	
Carbohydrate	proprietary	1 lb/bbl	-
Silica Organic Polymer	proprietary	0.1 gal/bbl	}
barium sulfate	7727-43-7	310 lb/bbl	-
fatty acid amine	proprietary		-
ethoxylated alcohol	proprietary		1
glycerol	56-81-5	1 acl/bbl	1
2.2'-Iminodiethanol	111-42-2	1 gal/bbl	1
aliphatic amide polymer	proprietary	0.35% BWOC	1
non-crystalline silica	7631-86-9	6% BWOC	
boric acid	10043-35-3	0.8% BWOC	1
Fuller's earth (attapulgite)	8031-18-3	-	
Polypropylene glycol	25322-69-4	0.2% BWOC	VED
chrystalline silica	14808-60-7	200000]41 û G : .
metal oxide	proprietary	0.2% BWOC	
sulphonated synthetic polymer	proprietary		
formaldehyde (impurity)	50-00-0	0.3% BWOC	
Fuller's earth (attapulgite)	8031-18-3		
Polypropylene glycol	25322-69-4	0.2% BWQC	
aliphatic amide polymer	proprietary	0.35% BWOC	_
Sodium Polynaphthalene Sulfonate	9008-63-3		
Sodium Sulfate	7757-82-6	0.25% BWOC]

API No.	47 -	69-Ohio	-	001	61	
Operator	's We	ell No. Cha	arles F	rye OHI 1H		

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, LLC	OP Code	494477557			
Watershed_Upper Ohio South Quadrangle 64	Quadrangle 648-Valley Grove				
Elevation 1260' County 69-Ohio	District_7-Tride	elphia			
Description of anticipated Pit Waste: Closed loop system in place at this time - cuttings Do you anticipate using more than 5,000 bbls of water to complete the proposed w					
Will a synthetic liner be used in the pit? If so, what mil.?					
Proposed Disposal Method For Treated Pit Wastes: Land Application Underground Injection (UIC Permit Number 2D00725 Reuse (at API Number at next anticipated well, API# will be included to Off Site Disposal (Supply form WW-9 for disposal location)	39/ 2D0413175/ 2D06 with the WR-34/DDMR &/or ation)	610306/ 2D0610317) permit addendum			
Other (Explain Flow back fluids will be put in steel tanks and reused or tall Drilling medium anticipated for this well? Air, freshwater, oil based, etc. Air and solution – If oil based, what type? Synthetic, petroleum, etc. Synthetic Oil Base Additives to be used? See attached sheets		eculity.			
Will closed loop system be used ? yes Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Landfill -If left in pit and plan to solidify what medium will be used? Cement, lin -Landfill or offsite name/permit number? Meadowfill SWF-1032, SS Grading	ie,	estern SWF-1025			
Short Creek 1034/WV0109517 / CID28726 , Arden Landfill 100172, Carbon Limestone 28726/CID 28726, American 02-129	54, Country Wide 38390/CIE	38390, Pine Grove 13688			
I certify that I understand and agree to the terms and conditions of the on August 1, 2005, by the Office of Oil and Gas of the West Virginia Departmen provisions of the permit are enforceable by law. Violations of any term or condit or regulation can lead to enforcement action. I certify under penalty of law that I have personally examined and a application form and all attachments thereto and that, based on my inquiry of the information, I believe that the information is true, accurate, and complete submitting false information, including the possibility of fine or imprisonment.	t of Environmenta ion of the general m familiar with t se individuals imn	I Protection. I understand that the permit and/or other applicable law he information submitted on this nediately responsible for obtaining			
Company Official Signature					
Company Official (Typed Name) Danielle Southall		DECEMBER 1889			
Company Official Title Regulatory Analyst II	3-2 9-13	ice of Oil & Gas			
Subscribed and sworn before me this agth day of day of	, 20 <u>13</u>	F20 1 F 200			
My commission expires 1127 22	Notary Pu	blic ental Protection			

Prope	rty Boundary	^	_	Diversion	
Road		=====	====	Spring	○
Existi	ng Fence	——×——×——	××	Wet Spot	
Plann	ed Fence		/—/—	Drain Pipe w/ size in inches ———	
Stream	m	~>~>		Waterway	
Open	Ditch	>>>-	>		- - -
Rock		ర్కర్గార్టుర్త		Cross Drain Z	
		A		Artificial Filter Strip	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX
North		Ň		Pit: Cut Walls	ELL LIND
Buildi	ngs			Pit: Compacted Fill Wa	alls morning
Wate	r Wells	W		Area for Land Applicati	on ()
Drill S	Sites	\oplus		of Pit Waste	
		atment: Acres Disturb			etation pH
Fertilize	er (10-20-20	or equivalent) 500	lbs/acr	e (500 lbs minimum)	
Mulch_	Hay/Straw 2.5	5	Tons/acre		
			Seed N	Mixtures	
	Δ,	rea I			Area II
Seed Ty		lbs/acre		Seed Typ	
White Clover		15		White Clover	15
Red Top		15		Red Top	15
Orchard Grass		20		Orchard Grass	20
		n,pit and proposed are olved 7.5' topographic			
Plan Approved l	y: <u>Ha</u>	upri J Kart		udla	in Herbisho
Comments:					PECTURE
					Jilice of Oil o
Title: Oil and Ga					J Gas
	s Inspector			Date: 2-12-	15
Field Reviewed) Yes		Date: 0-10-,	75 (====================================

RECEIVED
Office of Oil & Gas

FER 1 II 2013

WV Department of Environmental Protection

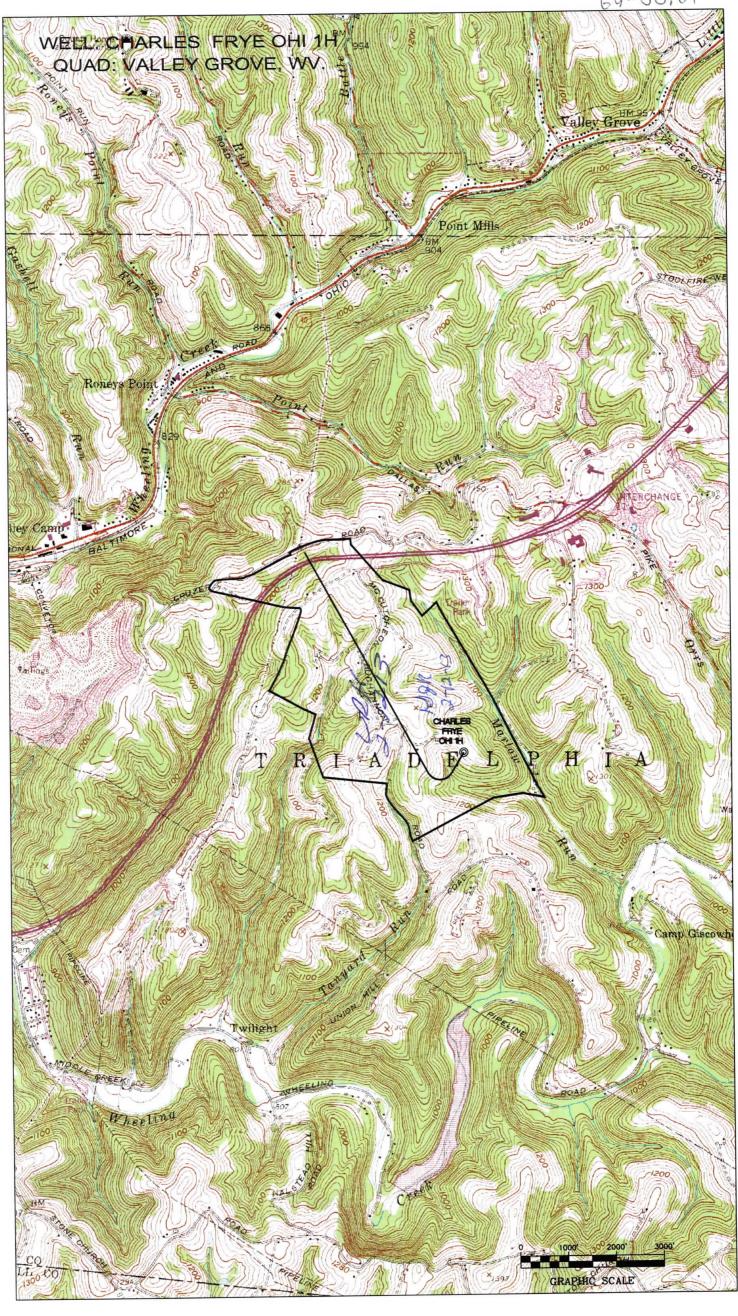
Marcellus Well Drilling Procedures And Site Safety Plan

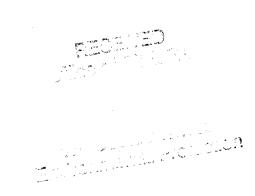
Chesapeake Appalachia, LLC

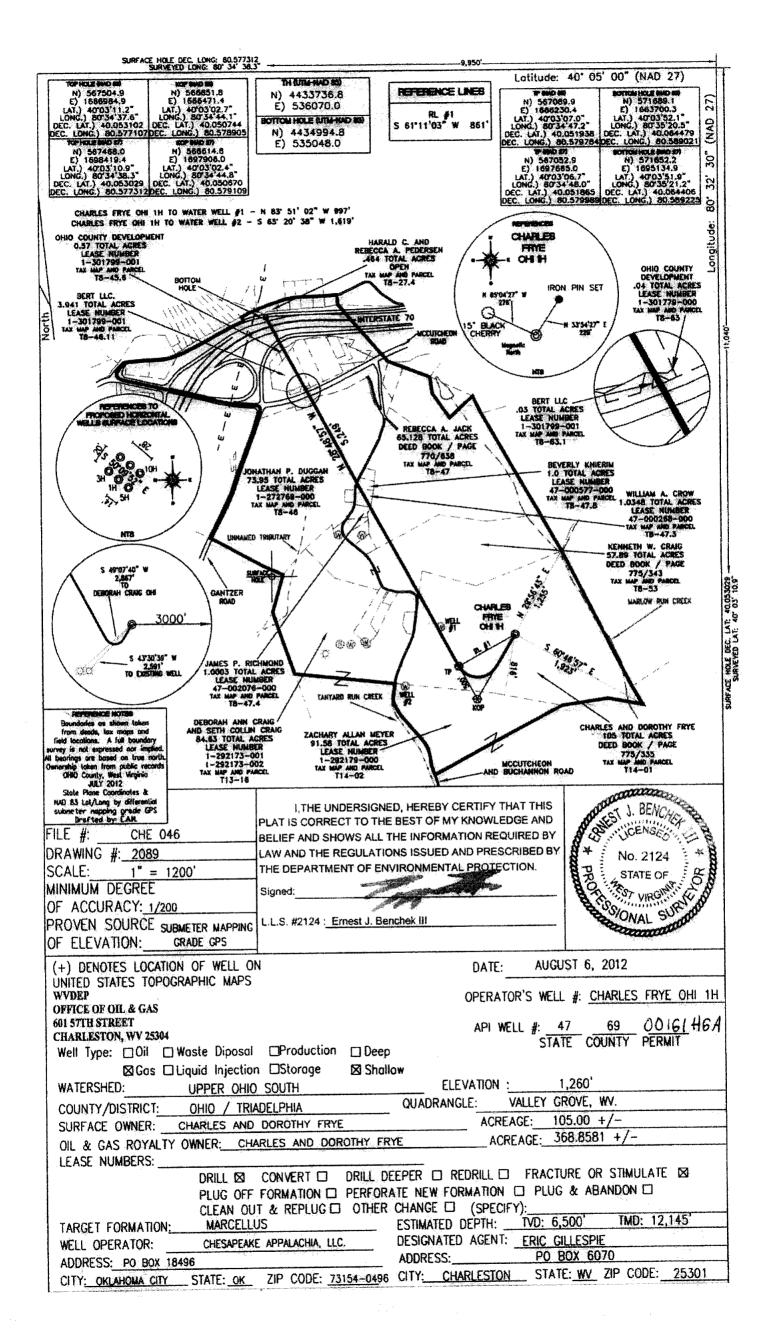
47 - 69 Well name Charles Frye OHI 1H
Valley Grove, Quad
Tridelphia, District
Ohio County, West Virginia

W RH 13

Submitted by: Danielle Southall	1/24/2013 Date:
Title Regulatory Analyst II	Chesapeake Appalachia, LLC
Approved by:	
	Date:
Title:	-
Approved by:	
	Date:
Title:	-
Chesapeake Appalachia, L.L.C Confident	ial







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

NOTIC	CE CERTIFICATION	
Date of Notice Certification:	API No. 47- Operator's '	Well No. Charles Frye OHI 1H
	Well Pad N	ame: Charles Frye OHI Pad
Notice has been given: Pursuant to the provisions in West Virginia Code § 22-6A.		
below for the tract of land as follows:	Easting:	536070.0
State: West Virginia	- UTM NAD 83 Pasting. Northing:	4433736.8
County: 69-Ohio	Public Road Access:	McCutcheon Road
District: 7-Tridelphia Quadrangle: 648-Valley Grove	Generally used farm name:	Charles Frye OHI
Quadrangle: 648-Valley Grove Watershed: Upper Ohio South	- Generally used farm name.	
it has provided the owners of the surface described in sinformation required by subsections (b) and (c), section si of giving the surface owner notice of entry to survey purequirements of subsection (b), section sixteen of this a Virginia Code § 22-6A-11(b), the applicant shall tender p of this article have been completed by the applicant. Pursuant to West Virginia Code § 22-6A, the Operator I	exteen of this article; (ii) that the recursuant to subsection (a), section the tricle were waived in writing by the troof of and certify to the secretary	en of this article six-a; or (iii) the notice the surface owner; and Pursuant to West that the notice requirements of section ten
that the Operator has properly served the required partie	es with the following:	OOG OFFICE USE
*PLEASE CHECK ALL THAT APPLY		ONLY
☐ 1. NOTICE OF SEISMIC ACTIVITY or SEISM	NOTICE NOT REQUIRED BECAUMIC ACTIVITY WAS CONDUC	
☐ 2. NOTICE OF ENTRY FOR PLAT SURVEY or	■ NO PLAT SURVEY WAS CO	ONDUCTED RECEIVED
NOT	NOTICE NOT REQUIRED BECAU ICE OF ENTRY FOR PLAT SURV CONDUCTED or	TO SECURE A RESPONDED TO A SECURE AND A SECU
	WRITTEN WAIVER BY SURFA (PLEASE ATTACH)	CE OWNER
■ 4. NOTICE OF PLANNED OPERATION		RECEIVED
■ 5. PUBLIC NOTICE		M RECEIVED

Required Attachments:

■ 6. NOTICE OF APPLICATION

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.

E RECEIVED

By:

Certification of Notice is hereby given:

THEREFORE, I Danielle Southall , 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

Danielle Southall

Its: Regulatory Analyst II

Telephone: 304-517-1416

Address: PO Box 1300

Jane Lew, WV 26378

Facsimile: 304-471-2497

Email: danielle.southall@chk.com

NOTARY SEAL SEAL
Notary Public. State of West Virginia
BRITTANY R WOODY
3302 Old Elkins Road
Buckhannon. WV 26201
My commission expires November 27, 202

Subscribed and sworn before me this

Notary Pi

day of

My Commission Expires_

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.

RECEIVED
Office of Oil & Gas

FEB 1 5 2013

WV Department of Environmental Protection

API NO. 47- 69-Ohio - OO 6 16 OPERATOR WELL NO. Charles Frye OHI 1H
Well Pad Name: Charles Frye OHI Pad

Noti Date	ce Time Requirement: notice of Notice 13 Date P	ce shall be provided Permit Application	no later than the filing date of permit appli Filed:	cation.
Noti	ce of:			
▣	PERMIT FOR ANY WELL WORK		E OF APPROVAL FOR THE TION OF AN IMPOUNDMENT OR PIT	
Deli	very method pursuant to W	est Virginia Code	22-6A-10(b)	
		GISTERED AIL	METHOD OF DELIVERY THAT REQ RECEIPT OR SIGNATURE CONFIRM	
or been sown tract or or or this [sic] gas enla surfit thou anim mor land main contributions.	y registered mail or by any ion and sediment control platers of record of the surface of or tracts overlying the oil and ther land disturbance as descrarticle; (3) The coal owner, is known to be underlain by leasehold being developed regement, alteration, repair, reace owner or water purveyor is and five hundred feet of the hals; and (6) The operator of the than three tenants in common, the applicant may serve	method of delivery in required by section of the tract on which of gas leasehold being the cribed in the erosion operator or lessee, you one or more coal subtraction of the proposed emoval or abandon who is known to the center of the wear of any natural gas stomon or other co-ow the documents resight, article one, ch	impoundment or pit as required by this art that requires a receipt or signature confirm a seven of this article, and the well plat to e the well is or is proposed to be located; (2) g developed by the proposed well work, if the and sediment control plan submitted pursuant the event the tract of land on which the trans; (4) The owners of record of the surface that of any impoundment or pit as described applicant to have a water well, spring or well pad which is used to provide water for age field within which the proposed well waters of interests described in subsection (butter dupon the person described in the rotter eleven-a of this code. (2) Notwithstand owner, unless the lien holder is the landown	nation, copies of the application, the each of the following persons: (1) The) The owners of record of the surface he surface tract is to be used for roads ant to subsection (c), section seven of well proposed to be drilled is located ce tract or tracts overlying the oil and sed for the placement, construction, in section nine of this article; (5) Any vater supply source located within one consumption by humans or domestic work activity is to take place. (c)(1) If o) of this section hold interests in the ecords of the sheriff required to be ing any provision of this article to the
	SURFACE OWNER(s)	/	COAL OWNER OR LESS	
	ne: _Dorothy V. Frye	<u> </u>	Name: Alliance Resources GP, LLC %	Elizabeth Acosta
Add	ress: 849 McCutcheon Road		Address: 2596 Battle Run Road Tridelphia, WV 26059	
NT	Tridelphia, WV 26059		Thuesphia, WV 2003	
Nan	ne: Iress:	-	☐ COAL OPERATOR	
ruc			Name:	
			Address:	
Ш	SURFACE OWNER(s) (Ro	ad and/or Other Dis	urbance)	
Nan	ne:		WATER BURNEVORGE	
Add	lress:		■ WATER PURVEYOR(s)	
Nor	ne:		Name: Dorothy & Charles Frye x 4 Address: 849 McCutcheon Road	
Ado	lress:		Tridelphia, WV 26059	
			\square OPERATOR OF ANY N	ATURAL GAS STORAGE
Ш	SURFACE OWNER(s) (Im	ipoundments/Pits)	FIELD	The State of the S
	ne:		Name:	
Ado	iress:		Address:	
			*Please attach additional forms if	necessary

API NO. 47- 69-Ohio - OO IG |
OPERATOR WELL NO. Charles Frye OHI 1H
Well Pad Name: Charles Frye OHI Pad

Noti Date	ce Time Requirement: notice shall be provided no later that of Notice: Date Permit Application Filed:	the filing date of permit application.
Noti	ce of:	
▣	PERMIT FOR ANY WELL WORK CONSTRUCTION OF A	ROVAL FOR THE AN IMPOUNDMENT OR PIT
Deli	very method pursuant to West Virginia Code § 22-6A-10	(b)
	1 B1(0 0 1 1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	OD OF DELIVERY THAT REQUIRES A PT OR SIGNATURE CONFIRMATION
or beeros own tract or o this [sic gas enla surf thou anir mor lanc mai con	y registered mail or by any method of delivery that requirion and sediment control plan required by section seven of the ters of record of the surface of the tract on which the well is to record of the surface of the tract on which the well is to record of the surface of the tract on which the well is to record of the surface of the tract on which the well is to record of the surface of the erosion and sedime article; (3) The coal owner, operator or lessee, in the event is known to be underlain by one or more coal seams; (4) The leasehold being developed by the proposed well work, argement, alteration, repair, removal or abandonment of any is face owner or water purveyor who is known to the applicant assand five hundred feet of the center of the well pad which the thing is and (6) The operator of any natural gas storage field were than three tenants in common or other co-owners of interest, the applicant may serve the documents required upon that the proposed well work as the proposed well work, and the proposed well work are then three tenants in common or other co-owners of interest that the proposed well work are then three tenants in common or other co-owners of interest that the proposed well work are the proposed well work.	nent or pit as required by this article shall deliver, by personal service res a receipt or signature confirmation, copies of the application, the this article, and the well plat to each of the following persons: (1) The stories or proposed to be located; (2) The owners of record of the surface d by the proposed well work, if the surface tract is to be used for roads and control plan submitted pursuant to subsection (c), section seven of a the tract of land on which the well proposed to be drilled is located the owners of record of the surface tract or tracts overlying the oil and if the surface tract is to be used for the placement, construction, impoundment or pit as described in section nine of this article; (5) Any to have a water well, spring or water supply source located within one this used to provide water for consumption by humans or domestic within which the proposed well work activity is to take place. (c)(1) If the person described in the records of the sheriff required to be the a of this code. (2) Notwithstanding any provision of this article to the test the lien holder is the landowner.
	ice is hereby provided to:	☐ COAL OWNER OR LESSEE
	SURFACE OWNER(s)	Name:
Nar Ado	ne:iress:	Address:
Nar	ne: dress:	COAL OPERATOR Name: Address:
Ш	SURFACE OWNER(s) (Road and/or Other Disturbance)	Control of the same
Nar	ne:	■ WATER PURVEYOR(s)
Ado	dress:	WATER PURVEYOR(s) Name: Kenneth & Linda Craig X 2
Nar	ne:	Address: 844 McCutcheon Road
	dress:	Tridelphia, WV 26059
	SURFACE OWNER(s) (Impoundments/Pits) me: dress:	OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name: Address:
		*Please attach additional forms if necessary

API NO. 47- 69-01	hio	
OPERATOR WE	ELL NO.	Charles Frye OHI 1H
Well Dad Name	Charles Fr	e OHI Pad

Notice Time Requirement: notice shall be provided no later that Date of Notice: 2 14 13 Date Permit Application Filed	n the filing date of permit application.
Notice of:	
■ PERMIT FOR ANY CONSTRUCTION OF A	ROVAL FOR THE IN IMPOUNDMENT OR PIT
Delivery method pursuant to West Virginia Code § 22-6A-10	(b)
L I LIGOTATE	OD OF DELIVERY THAT REQUIRES A PT OR SIGNATURE CONFIRMATION
or by registered mail or by any method of delivery that require erosion and sediment control plan required by section seven of towners of record of the surface of the tract on which the well is tract or tracts overlying the oil and gas leasehold being developed or other land disturbance as described in the erosion and sedime this article; (3) The coal owner, operator or lessee, in the event [sic] is known to be underlain by one or more coal seams; (4) The gas leasehold being developed by the proposed well work, enlargement, alteration, repair, removal or abandonment of any is surface owner or water purveyor who is known to the applicant thousand five hundred feet of the center of the well pad whice animals; and (6) The operator of any natural gas storage field we more than three tenants in common or other co-owners of integrands, the applicant may serve the documents required upon	nent or pit as required by this article shall deliver, by personal service es a receipt or signature confirmation, copies of the application, the his article, and the well plat to each of the following persons: (1) The or is proposed to be located; (2) The owners of record of the surface d by the proposed well work, if the surface tract is to be used for roads ent control plan submitted pursuant to subsection (c), section seven of the tract of land on which the well proposed to be drilled is located the owners of record of the surface tract or tracts overlying the oil and if the surface tract is to be used for the placement, construction, impoundment or pit as described in section nine of this article; (5) Any to have a water well, spring or water supply source located within one h is used to provide water for consumption by humans or domestic within which the proposed well work activity is to take place. (c)(1) If the person described in the records of the sheriff required to be a of this code. (2) Notwithstanding any provision of this article to the essent he lien holder is the landowner.
Notice is hereby provided to:	
☐ SURFACE OWNER(s)	☐ COAL OWNER OR LESSEE
Name:	Name:
Address:	Address:
Name:Address:	COAL OPERATOR Name:
SURFACE OWNER(s) (Road and/or Other Disturbance)	Address:
Name:Address:	■ WATER PURVEYOR(s)
Audiess.	Name: Dallas Pike Campground Attn: Samuel Harris X 2
Name:	Address: Rd 1 Box 231
Address:	Tridelphia, WV 26059
SURFACE OWNER(s) (Impoundments/Pits)	☐ OPERATOR OF ANY NATURAL GAS STORAGE
	Name:
Name:Address:	Address:
	*Please attach additional forms if necessary

API NO. 47- 69-Ohio OPERATOR WELL NO. Charles Frye OHI 1H
Well Pad Name: Charles Frye OHI Pad

Notice Tir Date of N	me Requirement: notice shall be provided no lat otice: 214/13 Date Permit Application Filed	ter than the filing date of permit application.
Notice of:	•	
	WHI 1 0111111	F APPROVAL FOR THE NOF AN IMPOUNDMENT OR PIT
Delivery 1	method pursuant to West Virginia Code § 22-	6A-10(b)
		METHOD OF DELIVERY THAT REQUIRES A RECEIPT OR SIGNATURE CONFIRMATION
for a certi or by reg erosion ar owners of tract or tra or other la this article [sic] is kn gas lease enlargeme surface of thousand animals; a more than lands, the maintaine contrary,	ifficate of approval for the construction of an implicate of mail or by any method of delivery that and sediment control plan required by section several for record of the surface of the tract on which the facts overlying the oil and gas leasehold being devant disturbance as described in the erosion and second of the coal owner, operator or lessee, in the nown to be underlain by one or more coal seams; shold being developed by the proposed well went, alteration, repair, removal or abandonment of where or water purveyor who is known to the app five hundred feet of the center of the well pace and (6) The operator of any natural gas storage in three tenants in common or other co-owners applicant may serve the documents required	filing date of the application, the applicant for a permit for any well work or oundment or pit as required by this article shall deliver, by personal service requires a receipt or signature confirmation, copies of the application, the en of this article, and the well plat to each of the following persons: (1) The well is or is proposed to be located; (2) The owners of record of the surface veloped by the proposed well work, if the surface tract is to be used for roads sediment control plan submitted pursuant to subsection (c), section seven of event the tract of land on which the well proposed to be drilled is located (4) The owners of record of the surface tract or tracts overlying the oil and work, if the surface tract is to be used for the placement, construction, f any impoundment or pit as described in section nine of this article; (5) Any licant to have a water well, spring or water supply source located within one which is used to provide water for consumption by humans or domestic field within which the proposed well work activity is to take place. (c)(1) If of interests described in subsection (b) of this section hold interests in the upon the person described in the records of the sheriff required to be eleven-a of this code. (2) Notwithstanding any provision of this article to the er, unless the lien holder is the landowner.
Name:		Name:
Address:		Address:
Name: Address:		COAL OPERATOR Name:
□ sur	RFACE OWNER(s) (Road and/or Other Disturba	Address:
		WATER PURVEYOR(s) Name: Becky Jack X3
		Address: PO Box 6323 Tridelphia, WV 26059
Address:		
	RFACE OWNER(s) (Impoundments/Pits)	OPERATOR OF ANY NATURAL GAS STORAGE FIELD Name:
		Address:
		*Please attach additional forms if necessary
		*Please attach additional forms if necessary

API NO. 47- 69-Ohio OPERATOR WELL NO. Charles Frye OHI 1H
Well Pad Name: Charles Frye OHI Pad

Notice Time Requirement: notice shall be Date of Notice:	provided no later than the filing date of permit application.
Notice of:	
I Bit in the second	RTIFICATE OF APPROVAL FOR THE INSTRUCTION OF AN IMPOUNDMENT OR PIT
Delivery method pursuant to West Virgi	nia Code § 22-6A-10(b)
PERSONAL REGISTERE MAIL	ED
erosion and sediment control plan required owners of record of the surface of the tract tract or tracts overlying the oil and gas least or other land disturbance as described in this article; (3) The coal owner, operator [sic] is known to be underlain by one or magas leasehold being developed by the penlargement, alteration, repair, removal or surface owner or water purveyor who is known thousand five hundred feet of the center animals; and (6) The operator of any nature more than three tenants in common or oil lands, the applicant may serve the documaintained pursuant to section eight, artic	of delivery that requires a receipt or signature confirmation, copies of the application, the laby section seven of this article, and the well plat to each of the following persons: (1) The ton which the well is or is proposed to be located; (2) The owners of record of the surface the ehold being developed by the proposed well work, if the surface tract is to be used for roads the erosion and sediment control plan submitted pursuant to subsection (c), section seven of or lessee, in the event the tract of land on which the well proposed to be drilled is located to ore coal seams; (4) The owners of record of the surface tract or tracts overlying the oil and proposed well work, if the surface tract is to be used for the placement, construction abandonment of any impoundment or pit as described in section nine of this article; (5) Any nown to the applicant to have a water well, spring or water supply source located within one of the well pad which is used to provide water for consumption by humans or domestic ral gas storage field within which the proposed well work activity is to take place. (c)(1) I her co-owners of interests described in subsection (b) of this section hold interests in the tements required upon the person described in the records of the sheriff required to be the one, chapter eleven-a of this code. (2) Notwithstanding any provision of this article to the tee to a landowner, unless the lien holder is the landowner.
Notice is hereby provided to:	
☐ SURFACE OWNER(s)	☐ COAL OWNER OR LESSEE
Name:	Name:
Address:	Address:
Name:Address:	COAL OPERATOR Name:
☐ SURFACE OWNER(s) (Road and/or	Other Disturbance) Address:
Name:	
Address:	WATER PURVEYOR(s)
NT	4 1 1 4000 Hele - 191 De
Name: Address:	
☐ SURFACE OWNER(s) (Impoundme	OPERATOR OF ANY NATURAL GAS STORAGE
` ' ' -	1 11/12
Name:Address:	Name:
	*Please attach additional forms if necessary
	Thease attach additional forms if necessary

OPERATOR WELL NO. Charles Frye OHI 1H Well Pad Name: Charles Frye OHI Pad

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 also 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.

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/oiland-gas/pages/default.aspx.

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.

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.

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 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.

API NO. 47- 69-Ohio -

OPERATOR WELL NO. Charles Frye OHI 1H Well Pad Name: Charles Frye OHI Pad

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

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

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.

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.

WW-6A (1-12)

Telephone:

API NO. 47-69-Ohio -

OPERATOR WELL NO. Charles Frye OHI 1H Well Pad Name: Charles Frye OHI Pad

Notice is hereby given by:

Well Operator: Chesapeake Appalachia, LLC

304-517-1416

Email: danielle.southall@chk.com Address: PO Box 1300

Jane Lew, WV 26378

Facsimile: 304-471-2497

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.



Operator Well No. CHARLES FRYE OHI 14

WW-6A5 (1/12)

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

Notice Time I Date of Notic	Requirement: notice shall be provided n e: 01/24/2013 Date Permit A	o later than the filing date of permit application Filed:	3
Delivery met	hod pursuant to West Virginia Code §	22-6A-16(c)	
	FIED MAIL RN RECEIPT REQUESTED	HAND DELIVERY	
return receipt the planned of required to be drilling of a ladamages to the (d) The notice of notice.	requested or hand delivery, give the surfoperation. The notice required by this seprovided by subsection (b), section tendenorizontal well; and (3) A proposed surface affected by oil and gas operation	face owner whose land will be used for subsection shall include: (1) A copy of this article to a surface owner whose face use and compensation agreement one to the extent the damages are compensation to the surface owner at the address list	cation, an operator shall, by certified mail or the drilling of a horizontal well notice of of this code section; (2) The information e land will be used in conjunction with the t containing an offer of compensation for pensable under article six-b of this chapter. Sted in the records of the sheriff at the time
(at the address	s listed in the records of the sheriff at the	time of notice):	
		Name:	
Name: DOROTH	HY FRYE		
Address: 849 N	MCCUTCHEON RD	Address:	
Name: DOROTH Address: 849 M TRIADELPHIA W	MCCUTCHEON RD		
Address: 849 Notice is her Pursuant to Woperation on State: County: District:	V 26059	Address:	well operator has developed a planned
Address: 849 M TRIADELPHIA W Notice is her Pursuant to W operation on State: County: District: Quadrangle: Watershed: This Notice S Pursuant to W to be provide horizontal we surface affec information theadquarters, gas/pages/de	eby given: Vest Virginia Code § 22-6A-16(c), notice the surface owner's land for the purpose WEST VIRGINIA OHIO TRIADELPHIA VALLEY GROVE WV UPPER OHIO SOUTH Shall Include: West Virginia Code § 22-6A-16(c), this red by W. Va. Code § 22-6A-10(b) to a cell; and (3) A proposed surface use and cell; a	Address: a is hereby given that the undersigned of drilling a horizontal well on the trace of drilling. Public Road Access: Generally used farm name: Inotice shall include: (1)A copy of this a surface owner whose land will be compensation agreement containing an ent the damages are compensable undersined from the Secretary, at the WV	well operator has developed a planned tet of land as follows: 536070.0 4433736.8 MCCUTCHEON RD code section; (2) The information required used in conjunction with the drilling of a n offer of compensation for damages to the der article six-b of this chapter. Additional Department of Environmental Protection or by visiting www.dep.wv.gov/oil-and-
Address: 849 M TRIADELPHIA W Notice is her Pursuant to W operation on State: County: District: Quadrangle: Watershed: This Notice S Pursuant to W to be provide horizontal we surface affec information the adquarters gas/pages/def Well Operator	eby given: Vest Virginia Code § 22-6A-16(c), notice the surface owner's land for the purpose WEST VIRGINIA OHIO TRIADELPHIA VALLEY GROVE WV UPPER OHIO SOUTH Shall Include: West Virginia Code § 22-6A-16(c), this red by W. Va. Code § 22-6A-10(b) to a cell; and (3) A proposed surface use and cell the cell that the cell t	Address: a is hereby given that the undersigned of drilling a horizontal well on the trace of the public Road Access: Generally used farm name: notice shall include: (1)A copy of this a surface owner whose land will be compensation agreement containing an ent the damages are compensable unditained from the Secretary, at the William of the Secretary of the Secretary of the William of the Secretary of the Secretary of the William of the Secretary of the William of the Secretary of the William of the Secretary of the Secreta	well operator has developed a planned act of land as follows: 536070.0 4433736.8 MCCUTCHEON RD code section; (2) The information required used in conjunction with the drilling of a n offer of compensation for damages to the der article six-b of this chapter. Additional Department of Environmental Protection or by visiting www.dep.wv.gov/oil-and-Chesapeake Drive
Address: 849 M TRIADELPHIA W Notice is her Pursuant to W operation on State: County: District: Quadrangle: Watershed: This Notice S Pursuant to W to be provide horizontal we surface affect information to headquarters.	eby given: Vest Virginia Code § 22-6A-16(c), notice the surface owner's land for the purpose WEST VIRGINIA OHIO TRIADELPHIA VALLEY GROVE WV UPPER OHIO SOUTH Shall Include: West Virginia Code § 22-6A-16(c), this red by W. Va. Code § 22-6A-10(b) to a cell; and (3) A proposed surface use and cell; a	Address: Let is hereby given that the undersigned of drilling a horizontal well on the transport of the control of the control of the compensation agreement containing and the compensable under the damages are	well operator has developed a planned act of land as follows: 536070.0 4433736.8 MCCUTCHEON RD code section; (2) The information required used in conjunction with the drilling of a n offer of compensation for damages to the der article six-b of this chapter. Additional Department of Environmental Protection or by visiting www.dep.wv.gov/oil-and-Chesapeake Drive

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.



WEST VIRGINIA DEPARTMENT OF TRANSPORTATION

Division of Highways

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

May 25, 2011

To:

Heather Huffman

From:

Gary K. Clayton Day L. Clayton

KECEIAED

MAY 27 2011

MAINTENANCE DIVISION

Attached please find the original Bond provided by Chesapeake for their Statewide Blanket Bond and the Oil and Gas Statewide Bonding Agreement.

Also transmitted herewith please find a bonding agreement to accompany a bond you already have received from Gastar Exploration USA Inc..

Sent Bonlagreenest - Legal te/27/11



OIL AND GAS ROAD STATEWIDE BONDING AGREEMENT MAINTENANCE BUREEN

THIS AGREEMENT, executed in duplicate, made and entered into this 19th day of May, 2011, by and between the WEST VIRGINIA DEPARTMENT OF TRANSPORTATION, DIVISION OF HIGHWAYS, hereinafter called "DEPARTMENT," and CHESAPEAKE APPALACHIA LLC, hereinafter called "COMPANY."

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 February 1, 2011, 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.
- Company and Department shall within 14 days of the Company's submittal, Π. 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 must be made and provided to the other party within ten business days after the joint review of the 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 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..

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.
- 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 of this 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.
- MIII. 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.

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

Witness Executive Sepretary

By: State Highway Engineer

Chesapeake Appalachia LLC, A limited liability company

By: Stay & Robert

Title: Vice President - Risk Management

(To be executed in duplicate)

ATYORNEY LEGAL DIVISION WEST VIRGINIA DEPARTMENT OF HIGHWAYS





MAY 2 7 2011

Liberty Mutual Surety 1001 4th Avenue, Suite 1700 Seattle, WA 98154

MAINTENANCE DIVISION

PERFORMANCE BOND			ar.	Bond 022033412
KNOW ALL BY THESE PR	RESENTS, That we, (Chesapeake Appalachia,	L.L.C.	
(hereinafter called the Princi	pal), as Principal, and	Safeco Insurance Comp	oany of Americ	a , a corporation
duly organized under the law				the Surety), as Surety, are held and firmly
bound unto West Virginia [Department of Trans	sportations, Division of H	ignways	
				, (hereinafter called the Obligee)
in the sum of One Million D	Oollars And Zero Ce	ents		
				or the payment of which sum well and truly
to be made, we, the said Pr jointly and severally, firmly		Surety, bind ourselves, ou	r heirs, executo	rs, administrators, successors and assigns
Signed and sealed this	19th	day of	May	, <u>2011</u> .
WHEREAS, said Principal h				
for use of State roadways	pursuant to Oil and	d Gas Road Statewide Bo	nding Agreem	ent
tor acc or crain readinay	paredant to on and		<u> </u>	-
			<u> </u>	
				
in accordance with the term herein:	ns and conditions of s	said Contract, which is here	eby referred to a	and made a part hereof as if fully set forth
keep, do and perform each Principal kept, done and p	and every, all and s erformed, at the time ed Obligee, all loss a	ingular, the matters and the es and in the manner in sound damage which said Obl	ings in said cor aid contract spe igee may sustair	pove bounden Principal shall well and truly atract set forth and specified to be by said scified, or shall pay over, make good and in by reason of failure or default on the par in full force and effect.
		e Obligee to recover on thi Principal ceased work on s	s bond shall be aid Contract.	sustained unless the same be commenced
within two (2) years follows	PPA CHILLIAN CALL	CORPORATE IN	Chesapeak By	e Appalachia, L.L.C. Principa
THINING A	HOMA	SEAL OF AME	Safeco Insu By Stacy L	rance Company of America Attorney-in-Fac



S-1300/SAEF 3/09

KNOW ALL BY THESE PRESENTS:

POWER OF ATTORNEY

No. <u>13359</u>

Safeco Insurance Companies of America 1001 4th Aveune Suite 1700 Seattle, WA 98154

That SAFECO INSURANCE COMPAN	Y OF AMERICA, a Washir	igton corporation, does h	ereby appoint	
**************************************	ACY L. ROBERTS: Oklah	noma City, Oklahoma***	******	*******
its true and lawful attorney(s)-in-fact, with and other documents of a similar chara AMERICA thereby as fully as if such in: IN WITNESS WHEREOF, SAFECO INSU	cter issued in the course o struments had been duly e	fits business, and to bind xecuted by its regularly el	SAFECO INSURANCE (lected officers at its home	COMPANY OF
IN WITNESS WHEREOF, SAFECO INSS	ONCE COMPANT OF ARE	CANCA HAS BACCHER AND A	mested tribse presents	
this 17th		day of April		2009
Dexter & fagg		TAMIDO	lajeuslu.	
Dexter R. Legg, Secretary		Timothy A. Mikola	jewski, Vice President	
	CERTI			
	the By-Laws of SAFECO II			
"Article V, Section 13 FIDELITY AND Vice President appointed for that pur individuals as attorneys-in-fact or under bonds and other documents of similar devidencing such appointment, the sign bond or undertaking of the company, reproduced; provided, however, that the	pose by the officer in chi other appropriate titles wit character issued by the con atures may be affixed by the seal, or a facsimile	arge of surety operation th authority to execute on apany in the course of its facsimile. On any instrun thereof, may be impres	s, shall each have author behalf of the company fid business On any instrument conferring such authors sed or affixed or in any	ority to appoint elity and surety ment making or ority or on any other manner
SAFECO	Extract from a Resolution of INSURANCE COMPANY			
"On any certificate executed by the Sec (i) The provisions of Article V, (ii) A copy of the power-of-attor (iii) Certifying that said power-of the signature of the certifying officer m	Section 13 of the By-Laws, ney appointment, executed f-attorney appointment is in	and i pursuant thereto, and n full force and effect,		
I, Dexter R. Legg , Secretary extracts of the By-Laws and of a Resol thereto, are true and correct, and that I		tors of this corporation, a	nd of a Power of Attorney	issue pursuant
IN WITNESS WHEREOF, I have here	unto set my hand and affi	xed the facsimile seal o	of said corporation	
this	19th	day of	May	, 2011,
SEAL	A P		lixter B. fagg	

WES PDF

Dexter R. Legg, Secretary

Supplier Name	Product Name	Product Use	Chemical Name	CAS Number
	ALPHA 1427		Didecyl Dimethyl Ammonium Chloride Ethanol	007173-51-1
		Biocide	Glutaraldehyde (Pentanediol)	000111-30-8
			Quaternary Ammonium Compound	068424-85-1
			Water	007732-18-5
	BF-7L	Buffer	Potassium Carbonate	000584-08-7
			Choline Chloride	000067-48-1
*	ClayCare	Clay Stabilizer	Water	007732-18-5
BAKER HUGHES	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
	GW-3LDF	Gel	Petroleum Distillate Blend	N/A-014
			Polysaccharide Blend	N/A-021
	SCALETROL 720 Sca	Scale Inhibitor	Diethylene Glycol	000111-46-6
			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
FRAC TECH SERVICES	FRW-200	Friction Reducer	No Hazardous Components	NONE
SLIVICES	HVG01 (TURQUOISE-1 BULK)	Gelling Agent	Petroleum Distillate Hydrotreated Light	064742-47-8
	KCLS-4	Clay Stabilizer	No Hazardous Components	NONE
	LTB-1	Breaker	Ammonium Persulfate	DEIVEN/A



Supplier Name	Product Name	Product Use	Chemical Name	CAS Number
			Ethanol	000064-17-5
NALCO	EC6110A	Biocide	Glutaraldehyde (Pentanediol)	000111-30-8
ONESOURCE			Quaternary Ammonium Compounds	N/A-063
	EC6629A	Biocide	No Hazardous Components	NONE
	WBK-133 OXIDIZER	Breaker	Ammonium Persulfate	007727-54-0
			Ammonium Persulfate	007727-54-0
	WBK-134	Breaker	Crystalline Silica (Quartz Sand, Silicon Dioxide)	014808-60-7
			Proprietary Non Hazardous Salt	N/A-229
	WCS-631LC	Clay Stabilizer	Water	007732-18-5
	WFR-55LA	Friction Reducer	No Hazardous Components	NONE
	WGA-15L	Gel	Petroleum Distillate Hydrotreated Light	064742-47-8
WEATHERFORD	WPB-584-L Bu		Potassium Carbonate	000584-08-7
		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
	WXL-105L	Crosslinker	Ethylene Glycol	000107-21-1
			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		Diammonium Peroxidisulphate	7727-54-0
SCHLUMBERGER	EB-Clean* J475 Breaker	Breaker	Diammonium Peroxidisulphate	7727-54-0
	Friction Reducer B315	Friction	Distillates (petroleum), Hydrotreated light Aliphatic Alcohol Glycol Ether	64742-47-8 Proprietary
	Friction Reducer J609	Reducer	Ammonium Sulfate	7783-20-2

Supplier Name	Product Name	Product Use	Chemical Name	CAS Number
	Water Gelling Agent J580	Gel	Carbohydrate Polymer	Proprietary
	Scale Inhibitor B317	Scale Inhibitor	Trisodium ortho phosphate	7601-54-9
SCHLUMBERGER	Codic minibiler Be 11		Ethane-1, 2-diol	107-21-1
SCHLUMBERGER	Borate Crosslinker J532		Aliphatic polyol Sodium	Proprietary 1303-
			tetraborate decahydrate	96-4
	0 11 1010		Aliphatic polyol Potassium	Proprietary 1310-
	Crosslinker J610	77413	hydroxide	58-3

RECEIVED
Office of Oil & Gas

FEE 1 6 2013

WV Department or Emirenmental Profession