

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

October 14, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-6900182, 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: RAYLE COAL OHI 1H

Farm Name: SHORT CREEK COAL CO C/O RA

API Well Number: 47-6900182

Permit Type: Horizontal 6A Well

Date Issued: 10/14/2014

	API	Num	ber:
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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.

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

				5	641
1) Well Operator: Chesapeake	Appalachia, LLC	49447757	69-Ohio	Richland	Tiltonsville
		Operator ID	County	District	Quadrangle
2) Operator's Well Number: Ray	yle Coal OHI 1H	Well Pa	nd Name: Ray	le Coal Pad	
3) Farm Name/Surface Owner:	Short Creek Coal Co. % R	ayle Coal Public Ro	ad Access: Hu	uff Run Road	
4) Elevation, current ground:	1065.5' El	evation, proposed	l post-construc	tion: 1065.5'	4
5) Well Type (a) Gas	Oil	Uno	lerground Stora	age	
N. 2	llow	Deep	-		
6) Existing Pad: Yes or No Yes					
7) Proposed Target Formation(s) Target formation- Marcellus Target		The second secon			
8) Proposed Total Vertical Deptl	h: 5810'				
9) Formation at Total Vertical D	epth: Marcellus	5			
10) Proposed Total Measured De	epth: 12,500'				
11) Proposed Horizontal Leg Le	ngth: 6072'				
12) Approximate Fresh Water St	trata Depths:	255'			
13) Method to Determine Fresh	Water Depths: _f	rom log analysis ar	d nearby water v	wells	
14) Approximate Saltwater Dept	hs: 438'				
15) Approximate Coal Seam Dep	pths: 248'				
16) Approximate Depth to Possi	ble Void (coal mi	ne, karst, other):	248' abandone	d mine	
17) Does Proposed well location directly overlying or adjacent to		ns Yes	N	0 🗸	
(a) If Yes, provide Mine Info:	Name:				
(a) it res, provide with time.	Depth:			Fece	ved
	Seam:				
	Owner:			AUG 4	2014
		WRH 7-25-14	WV	Chical Old	mil Greg

18)

CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	20"	New	J-55	94#	100'	100'	CTS
Fresh Water	13 3/8"	New	J-55	54.5#	350'	350'	340 sx/CTS
Coal	9 5/8"	New	J-55	40#	1698'	1698'	650 sx/CTS
Intermediate	7"	New	P-110	20#	If Needed	If Needed	If Needed/As Needed
Production	5 1/2"	New	P-110	20#	12,500	12,500'	1150 Lead or 1050 Tat suf 107 Poste has
Tubing	2 3/8"	New	N-80	4.7#	Approx. 6737'	Approx. 6737'	
Liners							

WRN 7-25-14

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	20°	30"	0.25	2120	Class A	1.19/50% Excess
Fresh Water	13 3/8"	17.5"	0.380	2740	Class A	1.19/50% Excess
Coal	9 5/8"	12 1/4"	0.395	3950	Class A	1.19/50% Excess
Intermediate	7"	8 3/4"	0.317	4360	Class A	1.20/15% Excess
Production	5 1/2"	8 3/4"	0.361	12360	Class A	1.20/15% Excess
Tubing	2 3/8"	4.778"	0.190			
Liners						3334

PACKERS

Kind:	10K Arrowset AS1-X		
Sizes:	5 1/2"	Floor	711/00
Depths Set:		B Line Con C	SIV G U
<u> </u>	<u> </u>	AUG	4 2014

Office of Oil and Gas
WV Dept. of Environmental Protection

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
Drill and stimulate any potential zones between and including the Benson to the Marcellus. **If we should encounter a void, place basket above and below void area - balance cement to bottom of void and grout from basket to surface. Run casing not less than 20' below void nor more than 50' below void. (*If freshwater is encountered deeper than anticipated it must be protected, set casing 50' below and cts)
20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:
Well will be perforated within the target formation and stimulated with a slurry of water, sand, and chemical additives at a high rate. This will be performed in stages with the plug and perf method along the wellbore until the entire lateral has been stimulated within the target formation. All stage plugs are then drilled out and the well is flowed back to surface. The well is produced through surface facilities consisting of high pressure production units, vertical separation units, water and oil storage tanks. Max press and anticipated max rate-9000 lbs @ 80 barrells a minute.
40.0
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):
22) Area to be disturbed for well pad only, less access road (acres): 10.9
23) 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.
24) Describe all cement additives associated with each cement type:
See Attachment**
25) 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.
AUG 4 2014
Office of Oil and Gas WV Dept. of Environmental Protection

*Note: Attach additional sheets as needed.

SLB Cement Additives

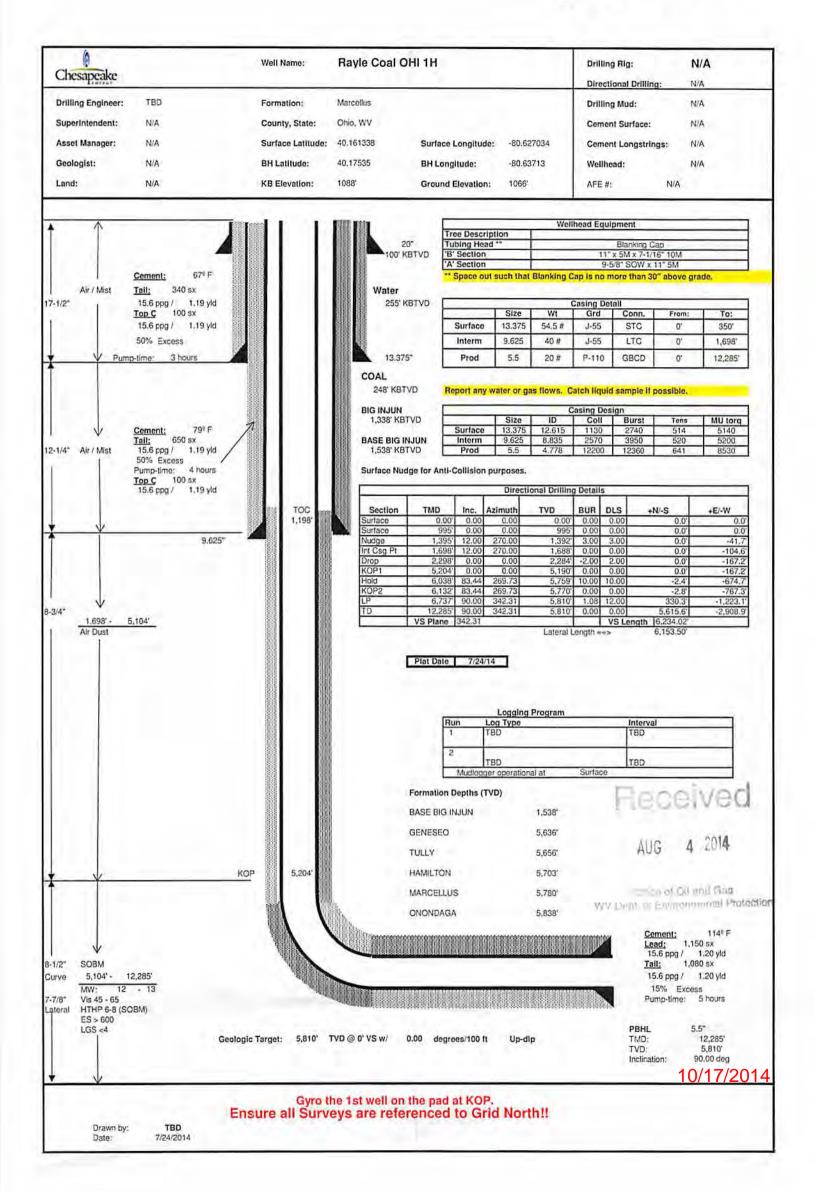
	Product Name	Product Use	Chemical Name	CAS Number	% Concentration Used
	D046	antifoam	Fuller's earth	8031-18-3	0.2% BWOC
	D046	antiloam	Polypropylene	25322-69-4	
	D130	polyester flake -	polyethylene	25038-59-9	0.125 lb/sk
	S001	calcium chloride	calcium chloride	10043-52-4	2% BWOC
e	SPACER				
Surface	D130	polyester flake -	polyethylene	25038-59-9	1 lb/bbl
ממ	D020	bentonite	bentonite	1302-78-9	20 lb/bbl
	D046	antifoam	Fuller's earth	8031-18-3	0.2% BWOC
	D046		Polypropylene	25322-69-4	
	D130	polyester flake -	polyethylene	25038-59-9	0.125 lb/sk
	D044	granulated salt	sodium chloride	7647-14-5	10% BWOW
ate	D153	Anti-Settling	chrystalline silica	14808-60-7	0.15% BWOC
Intermediate	SPACER				
E .	D020	bentonite	bentonite	1302-78-9	20 lb/bbl
Ĕ	D130	polyester flake -	polyethylene	25038-59-9	1 lb/bbl
	D080	cement liquid	product		0.05 gal/sk
	D801	mid-temp	product		0.01 gal/sk
	D047	antifoam agent	polypropylene	25322-69-4	0.02 gal/sk
	SPACER	3.7.8.1			
	B389	Express	Carbohydrate	proprietary	1 lb/bbl
	D206	Agent	Silica Organic	proprietary	0.1 gal/bbl
D.	D031	barite	barium sulfate	7727-43-7	310 lb/bbl
Kick Off Plug	7	7	fatty acid amine	proprietary	
9	8 A F	V	ethoxylated	proprietary	
×	Aug	11203 1	glycerol	56-81-5	
Ϋ́	B220	surfactant	2.2'-	111-42-2	1 gal/bbl
	D167 5	UNIFLAC* S	aliphatic amide	proprietary	0.35% BWOC

***Ref: 12013-78

i	D154	low-temperature	non-crystalline	7631-86-9	6% BWOC
	D400	EasyBLOK	boric acid	10043-35-3	0.8% BWOC
Lead	D046	antifoam	Fuller's earth	8031-18-3	
-	D046	anuioani	Polypropylene	25322-69-4	0.2% BWOC
6	D201	basic cements	chrystalline silica	14808-60-7	
Production	D201	enabler	metal oxide	proprietary	0.2% BWOC
ਰਿ	D202	low-temperature	sulphonated	proprietary	
ਨੂੰ	D202	solid dispersant	formaldehyde	50-00-0	0.3% BWOC
	D046	antifoam	Fuller's earth	8031-18-3	
		antiloam	Polypropylene	25322-69-4	0.2% BWOC
	D167	UNIFLAC* S	aliphatic amide	proprietary	0.35% BWOC
	D065	TIC* Dispersant	Sodium	9008-63-3	
			Sodium Sulfate	7757-82-6	0.25% BWOC
	D201	basic cements	chrystalline silica	14808-60-7	
	D201	enabler	metal oxide	proprietary	0.2% BWOC
	D153	Anti-Settling	chrystalline silica	14808-60-7	0.2% BWOC
	SPACER				
	B389	Express	Carbohydrate	proprietary	proprietary
	D206	Acent	Silica Organic	proprietary	proprietary
	D031	barite	barium sulfate	7727-43-7	7727-43-7
			fatty acid amine	proprietary	proprietary
1			ethoxylated	proprietary	proprietary
1			glycerol	56-81-5	56-81-5
	B220	surfactant	2.2'-	111-42-2	111-42-2

Chap of Oil and Gas
W/V Protest Environmental Protection

Moceived



WW-9 (9/13)

API Number 47 -	69-Ohio	-
Operator's	Well No.	Rayle Coal OHI 1H

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name_Chesapeake A	ppalachia, LLC	OP Code 49447757
Watershed (HUC 10) Short C	Creek-Ohio River	Quadrangle Tiltonsville
Elevation 1065.5	County 69-Ohio	District Richland
Will a pit be used? Yes	No 🗸	te the proposed well work? Yes No System in place at this time- cuttings will be taken to a permitted landfill.
	anticipated pit waste.	No If so, what ml.?
	Method For Treated Pit Wastes:	No 💌 II so, what his:
Lar	nd Application	
■ Un	derground Injection (UIC Permit N	Number 2D0072539/ 2D0413175/ 2D0610306/ 2D0610317
Re	use (at API Number_at next anticipated	d well, API# will be included with the WR-34/DDMR &/or permit addendum.
	f Site Disposal (Supply form WW-9 her (Explain_ Flow back fluids will be p	9 for disposal location) put in steel tanks and reused or taken to a permitted disposal facility.
Will closed loop system be us	sed? If so, describe: Yes	
the state of the s)? Air, freshwater, oil based, etc. Air and salt saturate mud
	pe? Synthetic, petroleum, etc.Synthet	
Additives to be used in drillin		
	d? Leave in pit, landfill, removed off	ffsite, etc. Landfill
	n to solidify what medium will be use	
-Landfill or offsite na	ame/permit number?Meadowf# SWF-1002, 55 Grad American UZ-1Z954, Countr	ry VVICE 3839U/CID 3839U/CID 3839U, Pine Grove 13688
on August 1, 2005, by the Off provisions of the permit are e- law or regulation can lead to e- I certify under pena application form and all atta obtaining the information, I	fice of Oil and Gas of the West Virgi enforceable by law. Violations of a enforcement action. Ilty of law that I have personally ex achments thereto and that, based of	nditions of the GENERAL WATER POLLUTION PERMIT is ginia Department of Environmental Protection. I understand that any term or condition of the general permit and/or other applications are applicated and am familiar with the information submitted on on my inquiry of those individuals immediately responsible to a ccurate, and complete. I am aware that there are significated or imprisonment.
Company Official Signature		Alic 4 00s4
Company Official (Typed Na		AUG 4 2014
Company Official Title Reg	ulatory Analyst II	Officer of Olivers
	215t A	WV Dopt of Environmental Protection
Subscribed and sworn before	me this day of	july , 20 14
Grittany	K Woody	Notary Public Notary Public. State of W
My commission expires	11127/22 ()	BRITTANY R W

Form WW-9

Operator's Well No. Rayle Coal OHI 1H

	ment: Acres Disturbed	0+/- Prevegetation	рН
as determined by pH tas $Lime$		ct to pH 6.5	
10-2 Fertilizer type	0-20		
Fertilizer amount 6		lbs/acre	
Mulch_ Hay/Stra	aw 2.5	Tons/acre	
Muich		_ Tolls acte	
		Seed Mixtures	
Te	mporary	Pern	nanent
Seed Type	lbs/acre	Seed Type	lbs/acre
White Clover	15	White Clover	15
Red Top	15	Red Top	15
Orchard Grass	20	Orchard Grass	20
Drawing(s) of road, location, provided)		land application (unless engineered plans	including this info have been
Attach: Drawing(s) of road, location, provided) Photocopied section of involve Plan Approved by:	ved 7.5' topographic sheet.		including this info have been
Drawing(s) of road, location, provided) Photocopied section of involve	ved 7.5' topographic sheet.		including this info have been
Drawing(s) of road, location, provided) Photocopied section of involved by:	ved 7.5' topographic sheet.		including this info have been
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Drawing(s) of road, location, provided) Photocopied section of involved by:	ved 7.5' topographic sheet.		Roceiv

Marcellus Well Drilling Procedures And Site Safety Plan

Chesapeake Appalachia, LLC

47 - 069 Well name: Rayle Coal OHI 1H
Valley Grove, Quad
Liberty, District
Ohio County, West Virginia

WRH 7-25-14

Submitted by: Danielle Southall	7/17/2014 Date:
Fitle Regulatory Analyst II	_ Chesapeake Appalachia, LLC
Approved by:	
	Date:
Γitle:	
Approved by:	
	Date:
Title:	

Ruceived

AUG 4 2014

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WV Days of Environmental Protection

