

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

June 11, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-7700609, issued to MOUNTAINEER KEYSTONE, LLC, is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

Please be advised that form WR-35, Well Operators Report of Well Work is to be submitted to this office within 90 days completion of permitted well work, as should form WR-34 Discharge Monitoring Report within 30 days of discharge of pits, if applicable. Failure to abide by all statutory and regulatory provisions governing all duties and operations hereunder may result in suspension or revocation of this permit and, in addition, may result in civil and/or criminal penalties being imposed upon the operators.

In addition to the applicable requirements of this permit, and the statutes and rules governing oil and gas activity in WV, this permit may contain specific conditions which must be followed. Permit conditions are attached to this cover letter.

Per 35CSR-4-5.2.g this permit will expire in two (2) years from the issue date unless permitted well work is commenced. If there are any questions, please feel free to contact me at (304) 926-0499 ext. 1654.

Chief

James Martin

Operator's Well No: VINCENT 203

Farm Name: VINCENT, DONALD

API Well Number: 47-7700609

Permit Type: Horizontal 6A Well

Date Issued: 06/11/2014

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.

WW-6B (9/13)

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

1) Well Operator: Mountaine	eer Keystone, LLC	494501227	Preston	Lyon	Fellowsville
		Operator ID	County	District	Quadrangle
2) Operator's Well Number: V	/incent 203	Well Pa	ad Name: Vinc	ent	
3) Farm Name/Surface Owner	: Donald Vincent	Public Ro	ad Access: CF	R 60/4	ET LI
4) Elevation, current ground:	1673 Ele	evation, proposed	l post-construc	tion: 1675	
5) Well Type (a) Gas	Oil	Uno	lerground Stor	age	-
	hallow =	Deep	-		-
6) Existing Pad: Yes or No N	0				
7) Proposed Target Formation Marcellus Shale, 8375 ft. (TVD				l Pressure(s)):
8) Proposed Total Vertical Dep	oth: 8375'				
9) Formation at Total Vertical	Depth: Marcellus S	shale			
10) Proposed Total Measured I	Depth: 12336'				
11) Proposed Horizontal Leg I	Length: 3635'				
12) Approximate Fresh Water	Strata Depths:	surface to 800'			
13) Method to Determine Fresh14) Approximate Saltwater De		W. W. A. V. L. L. W. L. L. V.	water depths (091-	000097, 077-00	480, 077-00483, 077-00564)
15) Approximate Coal Seam D	repths:Bakerstown - 390', Brus	sh Creek - 490', Upper Freeport -	580', Lower Freeport - 630', U	pper Kittaning - 705', Mi	ddie Kittaning - 750', Lower Kittaning - 770'
16) Approximate Depth to Pos	sible Void (coal mir	ne, karst, other):	none known		
17) Does Proposed well location directly overlying or adjacent to		Yes	No.	o 🗸	
(a) If Yes, provide Mine Info	: Name:				
(a) If Yes, provide Mine Info RECEIVED Office of Oil and Gas	Depth:				
office of Oli City	Seam:				
MAY 07 2014	Owner:				

WV Department of Environmental Protection WW-6B (9/13)

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	H-40	94#	120'	120'	Grout
Fresh Water	13.375"	New	J-55	54.5#	900'	900'	CTS
Coal							
Intermediate	9.625"	New	J-55	36#	1900'	1900'	CTS
Production	5.5"	New	P-110	20#	12,336'	12,336'	TOC@1,700'
Tubing							
Liners							

SPW

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu, ft./k)
Conductor	20"	26"	0.417"	1530	None	None
Fresh Water	13.375"	17.5"	0.38"	2730	Class A &1.5% Cacl	1.18
Coal						
Intermediate	9.625"	12.25"	0.352"	3520	Type 1 & 1.5% Cacl	1.2
Production	5.5"	8.75"	0.361"	14360	50/50 Type 1	1.2
Tubing						
Liners						

PACKERS

Kind:	
Sizes:	
Depths Set:	
	Receiver

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*Note: Attach additional sheets as needed.

19) Describe proposed well work, including the drilling and plugging back of a	ny pilot hole:
The well will be started with a conductor rig drilling a 26" hole to Conductor programme grout cement back to surface. The conductor rig will move out and the drilling rig will me then spud a 17 1/2" hole and drill to fresh water casing (Surface) to the programmed to surface. The rig will continue drilling a 12 1/4" intermediate hole to the programmed to surface. The rig will then continue to drill a 8 3/4" hole to a designed KOP and then section to the programmed total measured depth, run 5 1/2" casing and cement according to the programmed total measured depth, run 5 1/2" casing and cement according to the programmed total measured depth.	nove in and rig up. The drilling rig will epth, Run 13 3/8" casing and cement depth, run 9 5/8" casing and cement start drilling the curve and lateral
20) Describe fracturing/stimulating methods in detail, including anticipated ma	ax pressure and max rate:
The well will be completed using a plug and perforation method and stimulated with a s anticipated maximum rate will be 90 bpm and the maximum pressure will be 9,500 psi.	
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres)	9.8 acres
22) Area to be disturbed for well pad only, less access road (acres): 5.7 acre	<u>s</u>
23) Describe centralizer placement for each casing string:	
20" - No centralizers. 13 3/8" - one bow spring centralizer on every other joint 9 5/8" - one bow spring centralizer every third joint from TD to surface 5 1/2" - one semi-rigid centralizer on every joint from TD of casing to end of curve. There Every third joint from KOP to 1,700' TOC will be 1,700'; there will be no centralizers from	
24) Describe all cement additives associated with each cement type:	
*See attached sheet	
25) Proposed borehole conditioning procedures:	
*See attached sheet	Received
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	Office of Oil and Gas
*Note: Attach additional sheets as needed.	WV Dept. of Environmental Protection

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Vincent, John 203

Cement Additives and Borehole Conditioning Procedures

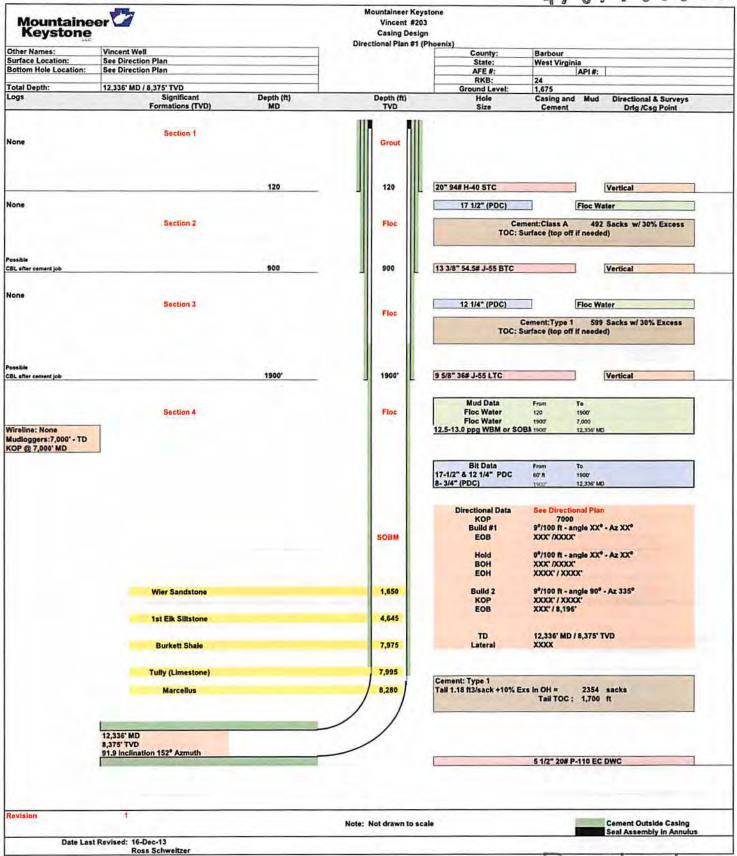
24) Describe all cement additives assocoiated with each cement type.

20" is drive pipe. The 13 3/8" casing will be cemented to surface with Class A cement and no greater than 3% CaCl (calcium chloride). The 9 5/8" casing will be cemented to surface with Type 1 cement, and no greater than 3% calcium chloride. The 5 ½" production string will be cemented back to 1,700' (+/- 200' above the casing shoe for the 9 5/8") with Type 1 or Class A cement retarder (to extend pumpability) cellophane flaked for fluid loss, Bentonite gel as an extender (increased pumpability and fluid loss), a defoaming agent to decrease cement foaming during mixing to insure the cement is of proper weight to placement and possibly a gypsum gas blocking additive to aid in blocking/gas migration (in combination with other additive mentioned here, helps cement achieve a "right-angle" set) during the plastic phase of the cement set-up.

25) Proposed borehole conditioning procedures:

Top holes will be drilled with fresh water to KOP. At KOP, the wellbore will be loaded with synthetic oil based mud, barite-weighted mud system with such properties as to build a filter-cake on the face to the bore-hole. This will provide lubricity as well as stabilizing the well bore. We will begin rotating the drill string and mud will be circulated upon reaching TD until no futher cuttings are observed coming across the shaker screens. Once clean mud is circulated back to surface, we will pull three stands of drill pipe, load the hole, pull three stands and load the hole. The weight indicator on the rig will be monitored for any occurrences of drag and if any are noticed, we will re-run the previous stand of pipe pulled across and circulate 2x bottoms up while watching the shakers for signs of cuttings. Once at the base of the curve, the string will be continuously rotated while pumping 2X bottoms up. We will pull three stands and fill the hole until we reach the vertical section of the well.

4707700609



Received

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WW-9 (9/13)

API Number 47 - Number 203	~	
Operator's Well No Vincent 203		

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name_Mountaineer Kuystone, LLC	OP Co	ode 494501227
Watershed (HUC 10) Sandy Creek	Quadrangle Fellows	ville
Elevation 1875	County Barbour Dist	rict Cove
Do you anticipate using more than 5,000 bb Will a pit be used? Yes No	ls of water to complete the proposed well work	?? Yes No 🔽
If so, please describe anticipated pi		
Will a synthetic liner be used in the	pit? Yes No If so, what	ml.?
Proposed Disposal Method For Tre	ated Pit Wastes:	50W 21192014
Reuse (at API N	ection (UIC Permit Number	2/15/2014
Will closed loop system be used? If so, des	cribe: Yes, it will contain all of drilling modum and criticatings on to	usion to then be taken to landid.
	ertical and horizontal)? Air, freshwater, oil bas	
-If oil based, what type? Synthetic	, petroleum, etcSynthetic oil based mud	
Additives to be used in drilling medium? As	proposed by mud provider	
Drill cuttings disposal method? Leave in pi	, landfill, removed offsite, etc. Landfill	
-If left in pit and plan to solidify w	nat medium will be used? (cement, lime, sawd	ust)
-Landfill or offsite name/permit nu	mbcr/Meadowfill Landfill, Bridgeport, WV	
on August 1, 2005, by the Office of Oil and provisions of the permit are enforceable by law or regulation can lead to enforcement at I certify under penalty of law the application form and all attachments ther obtaining the information, I believe that the penalties for submitting false information, in Company Official Signature Company Official (Typed Name) Nathan	t I have personally examined and am familia clo and that, based on my inquiry of those he information is true, accurate, and complet icluding the possibility of fine or imprisonmen Skeen	onmental Protection. I understand that the the general permit and/or other applicable are with the information submitted on this individuals immediately responsible for the control of th
Company Official Title Designated Ager	N .	
Subscribed and sworn before me this 11 ANALY SUBSCRIPTION OF THE PROPERTY OF	day of February	Notary Public Official Seal Notary Public State Of West Veginla Any L Notary Public State Of West Veginla Any L Notary Public State Of West Veginla Any L Notary Public State Official Sta

Form WW-9	Operator's Well No.
Mountaineer Keystone, LLC	Operators well no
Proposed Revegetation Treatment: Acres Disturbed 1 Lime 6 Tons/acre or to corre	1.2 Prevegetation pH
10-20-20 Fertilizer type	ш
Fertilizer amount 1000	lbs/acre
Mulch 3-4	Tons/acre
	Seed Mixtures
Temporary	Permanent
Seed Type Ibs/acre KY-31 Tall Fescue 50	Sced Type lbs/acre Fosters Permium Meadow Mix 50 & Seg a Hacky Shuet
Attach: Drawing(s) of road, location, pit and proposed area for lorovided) Photocopied section of involved 7.5' topographic sheet.	land application (unless engineered plans including this info have been
lan Approved by:	2 Set OWardt
Comments: Description of Marich	9 RSBD
ille: Oil + Gas Inspector	Date: 2/19/2013

LOT LFM1203 FOSTER PREMIUM MEADOW N TOTAL

MARD CERLUNATION SEED & HARD SEED · VARIETY HOT STATED MILE ZED 42.63 % 15.98 % 14.99 % 14.70 % 7.96 % HAYMATE XL ORCHARDORASS BULF ARNUAL RYEGRASS CLIMAX THAOTHY ARCTIC GREEN PERENHIAL RYEGRASS MEDIUM RED CLOVER* 7.95 .29 .3.42 .03 TESTED: 4-2013. CROP SEED INERT MATTER HET WEIGHT: 50 LSS 22.68 KG. A CROSSE FORAGE & TURF SEED L WEED SEED HOHE HOXIOUS WEED SEED PER POUND:

MAR - 5 2014



Delivery Acknowlegement for Site Specific Safety and Environmental Plan

For

Vincent 203

Preston County, WV

Date Prepared: 2/11/2014

	MAlos	50W 2/19/2014
Mounatineer Keystone	WV Oil and Gas Inspe	ctor
	- 11 - 1	Tuspector
Title	Title	
	2/19/20	Received
Date	Date	MAR - 5 2014

Office of Oil and Gas
WV Dept. of Environmental Protection

