

#### west virginia department of environmental protection

Office of Oil and Gas 601 57th Street, S.E. Charleston, WV 25304 (304) 926-0450 fax: (304) 926-0452

Jim Justice , Governor Austin Caperton , Cabinet Secretary www.dep.wv.gov

Friday, August 18, 2017 WELL WORK PERMIT Horizontal 6A / New Drill

ARSENAL RESOURCES LLC 6031 WALLACE ROAD EXTENSION SUITE 300

WEXFORD, PA 15090

Re: Permit approval for HAMILTON 214

47-077-00628-00-00

This well work permit 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 any additional specific conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas Inspector.

Please be advised that form WR-35, Well Operators Report of Well Work is to be submitted to this office within 90 days of completion of 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.

Per 35 CSR 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) 926-0450.

James A. Martin

Chief

Operator's Well Number: HAMILTON 214 Farm Name: HAMILTON, TERRY D. & BETTY U.S. WELL NUMBER: 47-077-00628-00-00

Horizontal 6A / New Drill

Date Issued: 8/18/2017

Promoting a healthy environment.

API Number: <u>17-006 28</u>

## **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 one hundred (100) 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. 24 hours prior to the initiation of the completion process the operator shall notify the Chief or his designee.
- 8. During the completion process the operator shall monitor annular pressures and report any anomaly noticed to the chief or his designee immediately.
- 9. 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.
- 10. 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.

API Number: <u>77-0062-8</u>

## **PERMIT CONDITIONS**

11. The operator shall provide to the Office of Oil and Gas the dates of each of the following within 30 days of their occurrence: completion of construction of the well pad, commencement of drilling, cessation of drilling, completion of any other permitted well work, and completion of the well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov.

WW-6B (04/15)

API NO. 47- 077 -		
<b>OPERATOR WELL</b>	NO.	Hamilton 214
Well Pad Name:	Hamilt	on

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

1) Well Operator: Arsenal Re	sources	494519412	Preston	Reno	Fellowsville
Warmer of Kremings, 197 - Francisco		Operator ID	County	District	Quadrangle
2) Operator's Well Number: Ha	amilton 214	Well Pa	nd Name: Har	milton	
3) Farm Name/Surface Owner:	Terry D. & Betty F	lamilton Public Ro	ad Access: R	oute 92	
4) Elevation, current ground:	1562 I	Elevation, proposed	l post-construc	ction: 1563	
5) Well Type (a) Gas X Other	Oil _	Uno	lerground Stor	rage	
	allow X	Deep	-		
6) Existing Pad: Yes or No Yes	rizontal X		MOK 4/	25/2017	
7) Proposed Target Formation(s Marcellus Shale, Top - 7715ft,	), Depth(s), Anti				
8) Proposed Total Vertical Dept	h: 7795ft				
9) Formation at Total Vertical D	Depth: Marcellu	ıs Shale			
10) Proposed Total Measured D	epth: 19246ft				
11) Proposed Horizontal Leg Le	ength: 11061ft				
12) Approximate Fresh Water S	trata Depths:	700 ft			
<ul><li>13) Method to Determine Fresh</li><li>14) Approximate Saltwater Dep</li></ul>		Offsetting wells reported	d water depths (077	7-00399, 077-004	34, 077-00505, 077-00557)
15) Approximate Coal Seam De	pths: Bakerstown 205', I	Brush Creek 305', Upper Freeport 36	7', Lower Freeport 420', Up	per Kittanning 527', Midd	fle Kittanning 572', Lower Kittanning 597'
16) Approximate Depth to Possi	ible Void (coal n	nine, karst, other):	None known		
17) Does Proposed well location directly overlying or adjacent to			N	ло <u>х</u>	
(a) If Yes, provide Mine Info:	Name:				
	Depth:			REC	CEIVED
	Seam:			Office of	Oil and Gas
	Owner:			MAN	0 1 2017
				TAM	O I co

WV Department of Environmental Protection

API NO. 47-	077	 M	628
API NO. 47-	011	 UU	y de

OPERATOR WELL NO. Hamilton 214

Well Pad Name: Hamilton

#### 18)

#### CASING AND TUBING PROGRAM

TYPE	Size (in)	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling (ft)	INTERVALS: Left in Well (ft)	CEMENT: Fill-up (Cu. Ft.)/CTS
Conductor	24"	New	H-40	94#	80'	80'	CTS
Fresh Water	13.375"	New	J-55	54.5#	800'	800'	CTS
Coal							
Intermediate	9.625"	New	J-55	40#	1,900'	1,900'	CTS
Production	5.5"	New	P-110	20#	19,246'	19,246'	TOC @ 1,750'
Tubing							
Liners					1		

# MgK 4/25/2017

ТҮРЕ	Size (in)	Wellbore Diameter (in)	Wall Thickness (in)	Burst Pressure (psi)	Anticipated Max. Internal Pressure (psi)	Cement Type	Cement Yield (cu. ft./k)
Conductor	24"	36"			0	Type 1, 3% Calcium	1.20
Fresh Water	13.375"	17.5"	0.38"	2730	0	Class A, 3% CaC12	1.20
Coal					0		
Intermediate	9.625"	12.25"	0.395"	3950psi	0	Class A, 2% CaC12	1.29
Production	5.5"	8.5-8.75	0.361"	12,640psi	9500	Type 1	1.64 / 1.32
Tubing					5000		
Liners					N/A		

#### **PACKERS**

	Office of Oil and Gas
Depths Set:	RECEIVED Office of Oil and Gas
Sizes:	
Kind:	

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WV Department of Environmental Protection of 3 08/18/2017

00628

OPERATOR WELL NO. Hamilton 214

Well Pad Name: Hamilton

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:

The well will be started with a conductor rig drilling a 36" hole to Conductor programmed depth then running 24" casing and grout cement back to surface. The conductor rig will move out and the drilling rig will move in and rig up. The drilling rig will then spud a 17 1/2" hole and drill to fresh water casing (Surface) to the programmed depth, Run 13-3/8" casing and cement to surface. The rig will continue drilling a 12 1/4" intermediate hole to the programmed depth, run 9-5/8" casing and cement to surface. The rig with then continue to drill a 8- 3/4" hole to a designed KOP and then start drilling the curve and lateral section to the programmed total measured depth, run 5 1/2" casing and cement according to the program.

20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:

The well will be completed using a plug and perforation method and stimulated with a slickwater and sand slurry. The anticipated maximum rate will be 90 bpm and the maximum pressure will be 9,500 psi.

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21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 6.91

22) Area to be disturbed for well pad only, less access road (acres): 4.12

WV Department of Environmental Protection

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. Then every other joint to KOP. Every third joint from KOP to 1,800', there will be no centralizers from 1,800' to surface.

24) Describe all cement additives associated with each cement type:

24' will be grouted from surface. The 13-3/8" casing will be cemented to the surface with Class A cement and no greater than 3% CaCI (calcium chloride). The 9-5/8" casing will be cemented to the surface with Type 1 cement, & no greater than 3% calcium chloride. The 5-1/2" production string will be cemented back to 1,450' (+/- 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 has an extender (increased pumpability and fluid loss), a defoaming agent to decrease cement foaming during mixing to ensure the cement is of proper weight to placement and possibility 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 freshwater 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 further 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 strands and load the hole. The weight indicator on the rig will be monitored for any occurrences of drag and if any are notices, 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.

\*Note: Attach additional sheets as needed.

## MSES consultants, inc.

609 West Main Street • P.O. Drawer 190 • Clarksburg, WV 26302-0190 304.624.9700 • 304.622.0981 • 304.842.3325 • http://www.msesinc.com Office Fax 24 Hour World Wide Web

> May 3, 2017 Project No: 13-284

Mr. Eddie Carder Permitting Manager Arsenal Resources 65 Professional Place Suite 200 Bridgeport, WV 26330

# TRANSMITTAL KARST TERRAIN REVIEW PROPOSED T. HAMILTON WELL PAD

Dear Mr. Carder:

Per Arsenal Resources' (Arsenal) May 2, 2017 request, MSES Consultants, Inc. (MSES) has conducted an on-line data search for mapped Karst Terrain in relation to the proposed T. Hamilton Well Pad located in Reno District, Preston County, West Virginia at latitude N39°-18'-13.29" and longitude E 79°-51'-46.22" (center of well pad).

The West Virginia Geological and Economic Survey, West Virginia Karst Geology on-line files and Karst Terrain 1968 Geology Mapping were used to assess the absence of Karst conditions at the proposed T. Hamilton Well Pad. The results of this file and map review is illustrated by the attached drawings 1 of 1 entitled "Proposed T. Hamilton Well Pad, Karst Terrain Map".

As indicated by the published Karst Terrain mapping, no Karst Terrain is shown to exist at or adjacent to the proposal T. Hamilton Well Pad.

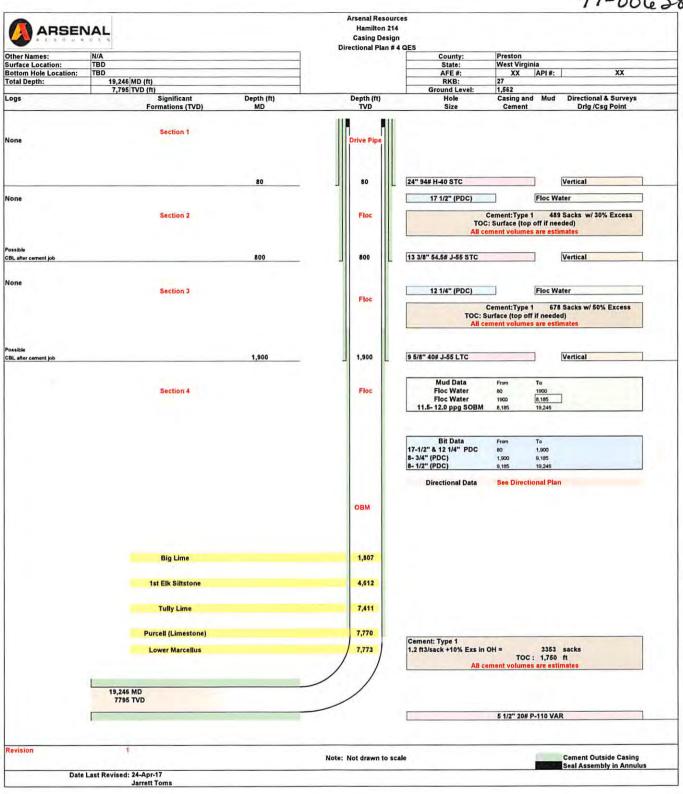
Should Arsenal or you have questions or need further information, please contact MSES at 304.669.9642 (mobile), 304.624.9700 (office) or larry@msesinc.com (email).

Lawrence M. Rine, BSME
Project-Principal

Charles H. Muncy, Jr. PE, PS Senior Project Manager

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		□ Engineering □		
Safety	Land Services	Waste Management	Water	Industrial Mygie 2017



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WV Department of Environmental Protection 08/18/2017

API Number 47 - 077 - 00628

Operator's Well No. Hamilton 214

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

#### FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name_Arsenal Resources OP Code 494519412
Watershed (HUC 10) Little Sandy Creek Quadrangle Fellowsville
Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes V
Will a pit be used? Yes No ✓
If so, please describe anticipated pit waste:
Will a synthetic liner be used in the pit? Yes No ✓ If so, what ml.?
Proposed Disposal Method For Treated Pit Wastes:
Land Application
Underground Injection ( UIC Permit Number)
Reuse (at API Number
Off Site Disposal (Supply form WW-9 for disposal location)
Other (Explain
Will closed loop system be used? If so, describe: Yes, the closed loop system will contain all the drilling medium and drill cuttings on location to than be taken to a landfill.
Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. Vertical Freshwater Horizontal Symbolic oil based mod
-If oil based, what type? Synthetic, petroleum, etc. Synthetic
Additives to be used in drilling medium? Bentonite, Soap & Polymer Sticks, Soda Ash, Sodium Biocarbonate, Defoamer, Base Oil, Emulsifiers, Lime, & Barite
Orill 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, lime, sawdust) N/A
-Landfill or offsite name/permit number? Advanced Disposal Services, Chestnut Valley Landfill
Permittee shall provide written notice to the Office of Oil and Gas of any load of drill cuttings or associated waste rejected at any West Virginia solid waste facility. The notice shall be provided within 24 hours of rejection and the permittee shall also disclose where it was properly disposed.
I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issued on August 1, 2005, by the Office of Oil and Gas of the West Virginia Department of Environmental Protection. I understand that the provisions of the permit are enforceable by law. Violations of any term or condition of the general permit and/or other applicable aw or regulation can lead to enforcement action.  I certify under penalty of law that I have personally examined and am familiar with the information submitted on the application form and all attachments thereto and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant tenalties for submitting false information, including the possibility of fine or imprisonment.  Company Official Signature  William Veigel  Company Official Title  Designated Agent
subscribed and sworn before me this 10th day of August , 20 17
Kelly a. Eddy Notary Public Official SEAL ?
My commission expires September 18, 2018 STATE OF WEST VIRGINIA KELLY A. EDDY RY 2 BOX 225A
MY COMMISSION EXPIRES SERT 18, 2016

Proposed Revegetation Treatme		
repeated revegetation freatme	ent: Acres Disturbed 6	.91 Prevegetation pH 6.8 average
Lime 4	Tons/acre or to corre	ct to pH 6.0-7.5
Fertilizer type 10-20-	-20	
Fertilizer amount 500		lbs/acre
Mulch 2		_Tons/acre
		Seed Mixtures
Тетр	porary	Permanent
Seed Type	lbs/acre	Seed Type lbs/acre
Annual Rye	40	Swisher Meadow Mix 100
Field Bromegrass	40	
Winter Rye	168	
Winter Wheat	180	
acreage, of the land application	will be land applied, incarea.	d application (unless engineered plans including this info have been clude dimensions (L $x$ W $x$ D) of the pit, and dimensions (L $x$ W), and a
Plan Approved by:  Pre-seed / I	will be land applied, incarea.  d 7.5' topographic sheet.  White the sheet of the sheet of the sheet.  Market of the sheet	clude dimensions (L x W x D) of the pit, and dimensions (L x W), and
Plan Approved by:  Pre-seed / I	will be land applied, incarea.  d 7.5' topographic sheet.  White the sheet of the sheet of the sheet.  Market of the sheet	clude dimensions (L x W x D) of the pit, and dimensions (L x W), and a
Plan Approved by: Comments: Per regulation. Upg	will be land applied, incarea.  d 7.5' topographic sheet.  White the sheet of the sheet of the sheet.  Market of the sheet	clude dimensions (L x W x D) of the pit, and dimensions (L x W), and a solution of the pit, and dimensions (L x W), and dimension of the pit, and dimension of the pit, and dimension of the pit, and dimension o
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Plan Approved by: Comments: Per regulation. Upg	will be land applied, incarea.  d 7.5' topographic sheet.  White the sheet of the sheet of the sheet.  Market of the sheet	rbed areas as soon as reasonably possible ere needed per WV DEP E&S manual, if  RECEIVED Office of Oil and  MAY 0 1 2017



## SITE SAFETY PLAN

## **Hamilton 214 WELL PAD**

911 Address:

203 Hamilton Drive

200 x / 120/2017 Thornton, WV 26440

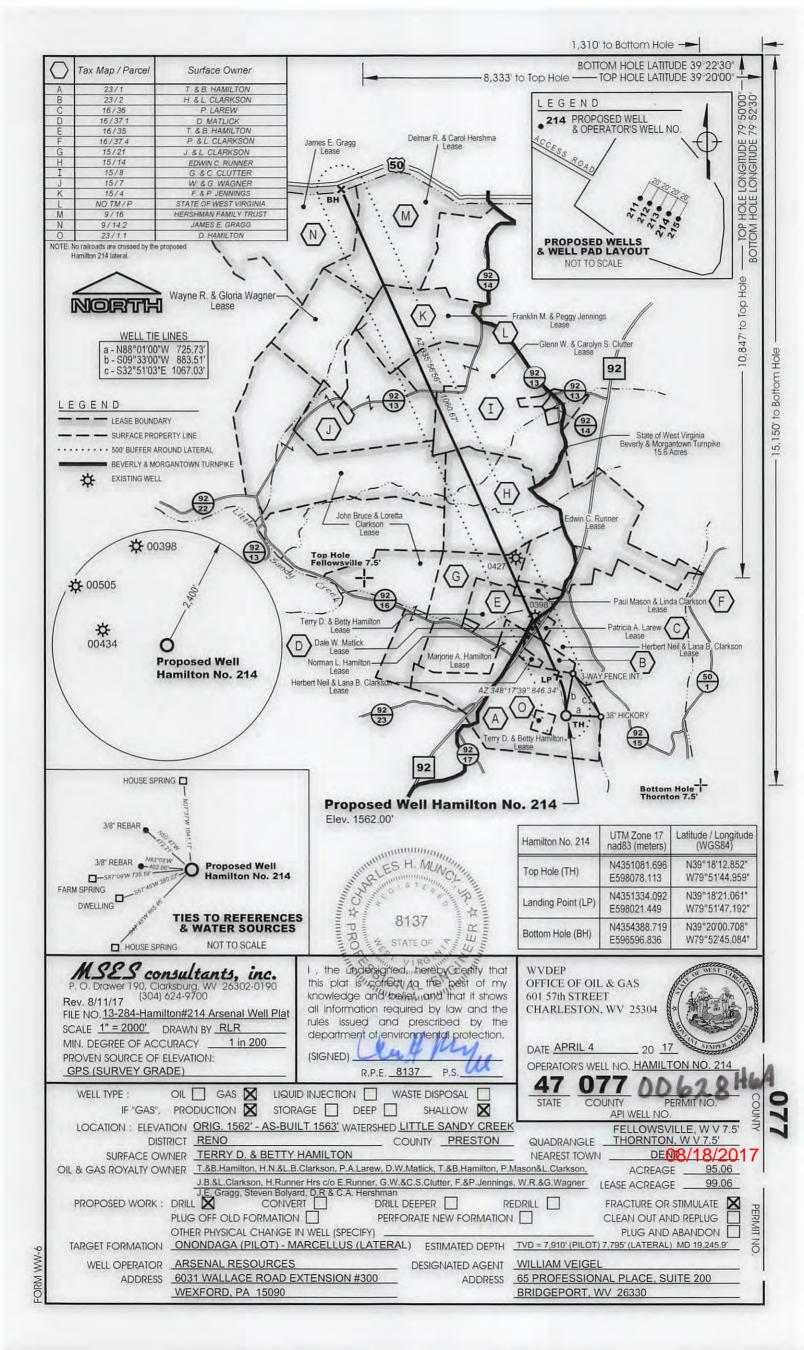
> RECEIVED Office of Oil and Gas

> > MAY 0 1 2017

WV Department of **Environmental Protection** 

08/18/2017

F3On-goingProjects\13-284 Mountaineer Keystone Well Surveys\13-284 T Hamilton Well\13-284-Hamilton Drafting\13-284 Hamilton Arsenal Water Source Exhibit.dwg, Hamilton, 4/26/2017 4:37:40 PM, Sharon Cottrill



WW-6A1	
(5/13)	

Operator's Well No.	Hamilton 214	

#### INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE Chapter 22, Article 6A, Section 5(a)(5) IN LIEU OF FILING LEASE(S) AND OTHER CONTINUING CONTRACT(S)

Under the oath required to make the verification on page 1 of this Notice and Application, I depose and say that I am the person who signed the Notice and Application for the Applicant, and that –

- the tract of land is the same tract described in this Application, partly or wholly depicted in the accompanying plat, and described in the Construction and Reclamation Plan;
- (2) the parties and recordation data (if recorded) for lease(s) or other continuing contract(s) by which the Applicant claims the right to extract, produce or market the oil or gas are as follows:

Lease Name or
Number Grantor, Lessor, etc.

Grantee, Lessee, etc.

Royalty

Book/Page

#### Acknowledgement of Possible Permitting/Approval In Addition to the Office of Oil and Gas

The permit applicant for the proposed well work addressed in this application hereby **permitted** the possibility of the need for permits and/or approvals from local, state, or federal entities in addition in the DFG as Office of Oil and Gas, including but not limited to the following:

WV Division of Water and Waste Management

WV Division of Natural Resources WV Division of Highways

- U.S. Army Corps of Engineers
- · U.S. Fish and Wildlife Service
- County Floodplain Coordinator

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WV Department of Environmental Protection

The applicant further acknowledges that any Office of Oil and Gas permit in no way overrides, replaces, or nullifies the need for other permits/approvals that may be necessary and further affirms that all needed permits/approvals should be acquired from the appropriate authority before the affected activity is initiated.

Well Operator: Arsenal Resources

By: William Veigel

Its: Designated Agent

Page 1 of

<sup>\*</sup> See Attached

#### Attachment to WW-6A1, Hamilton #214

Letter Designation/Number Designation on Plat	Grantor, Lessor, Assignor, etc.	Grantee, Lessee, Assignee, etc.	Royalty	Book/Page	Acreage
-	Terry D. Hamilton and Betty	-			
Α	Hamilton	Falcon Partners	0.125	680/313	224.836
	Falcon Partners	Mar Key, LLC		739/973	
	Herbert N. Clarkson and Lana B.				***************************************
В	Clarkson	Falcon Partners	0.125	681/611	44
-	Falcon Partners	Mar Key, LLC		739/973	
С	Patricia A. Larew	Mar Key, LLC	0.15	763/168	2.7
D	Dale W. Matlick	Mar Key, LLC	0.15	759/634	0.794
	Terry D. Hamilton and Betty				
E	Hamilton	Falcon Partners	0.125	680/313	224.836
	Falcon Partners	Mar Key, LLC	0.123	739/973	224.030
	Paul Mason Clarkson and Linda		<del>                                     </del>	,33,313	
F F	Clarkson	Mar Key, LLC	0.15	759/626	5.16
	John B. Clarkson and Loretta		<del>                                     </del>	105/020	3.10
G			1		
	Clarkson	Falcon Partners	0.125	679/713	454.16
Н	Falcon Partners	Mar Key, LLC	-	739/973	
	Edwin C. Runner	Falcon Partners	0.125	688/183	300.23
	Falcon Partners	Mar Key, LLC		739/973	
	Glenn W. Clutter and Carolyn S.		l		
<u>-</u>	Clutter	R.P. Land Company, LLC	0.18	763/996	153.333
	R.P. Land Company, LLC	Mar Key, LLC		740/1	
	Wayne R. Wagner and Gloria				
J	Wagner	R.P. Land Company, LLC	0.18	763/994	166.84
<del></del>	R.P. Land Company, LLC	Mar Key, LLC		740/1	
	Franklin M. Jennings and Peggy A.	· · · · · · · · · · · · · · · · · · ·			
K	Jennings	R.P. Land Company, LLC	0.18	763/162	703.101
	R.P. Land Company, LLC	Mar Key, LLC		740/1	700,101
				1.0,2	
	West Virginia Department of			[	
L	Transportation, Division of Highways	Mar Key, LLC	0.2	790/666	77.12
	Delmer R. Hershman and Carol A.				77122
м	Hershman	Magnum Land Services, LLC	0.125	685/445	220.59
	Magnum Land Services, LLC	Belmont Resources, LLC	0.123	690/741	220.59
	girarii adiid dei viedo, EEG	Enerplus Resources (USA)	-	350/741	
	Belmont Resources, LLC	Corporation		725/326	
		Corporation	<del></del>	/25/520	
	Enerplus Resources (USA)			J	
	Corporation	Mar Key, LLC		782/50	
N	James E. Gragg	Falcon Partners	0.125	681/635	120
	Falcon Partners	Mar Key, LLC		739/973	
0	Duane K. Hamilton	Mar Key, LLC	0.15	744/131	4

77-00628

## West Virginia Secretary of State — Online Data Services

## **Business and Licensing**

Online Data Services Help

### **Business Organization Detail**

NOTICE: The West Virginia Secretary of State's Office makes every reasonable effort to ensure the accuracy of information. However, we make no representation or warranty as to the correctness or completeness of the information. If information is missing from this page, it is not in the The West Virginia Secretary of State's database.

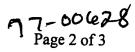
#### MAR KEY LLC

Organization Information								
Org Type	Effective Date	Established Date	Filing Date	Charter	Class	Sec Type	Termination Date	Termination Reason
LLC   Limited Liability Company	7/11/2011		7/11/2011	Domestic	Profit			

Business Purpose	2111 - Mining, Quarrying, Oil & Gas Extraction - Oil and Gas Extraction - Crude Oil and Natural Gas Extraction	Capital Stock	
Charter County		Control Number	99Q1F
Charter State	w	Excess Acres	
At Will Term	Α	Member Managed	MBR
At Will Term Years		Par Value	RECEIVED Office of Oil and Gas

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Authorized Shares	

Addresses		
Туре	Address	
Designated Office Address	65 PROFESSIONAL PLACE SUITE 200 BRIDGEPORT, WV, 26330	
Mailing Address	6031 WALLACE ROAD EXTENSION SUITE 300 WEXFORD, PA, 15090 USA	
Notice of Process Address	CORPORATION SERVICE COMPANY 209 WEST WASHINGTON STREET CHARLESTON, WV, 25302	
Principal Office Address	6031 WALLACE ROAD EXTENSION SUITE 300 WEXFORD, PA, 15090 USA	
Гуре	Address	

Officers		
Туре	Name/Address	
Member	MOUNTAINEER KEYSTONE ENERGY LLC 6031 WALLACE ROAD EXTENSION SUITE 300 WEXFORD, PA, 15090	
Organizer	PAUL M HERZING 560 EPSILON DR. PITTSBURGH, PA, 15238 USA	
Туре	Name/Address	RECEIVED
	Off	fice of Oll and G

Annual Reports	MAY 0 1 2017
	WV Department of
Date filed	Environmental Prorection

Date filed	
5/8/2012	
6/28/2013	
4/28/2014	
6/30/2015	
6/20/2016	

For more information, please contact the Secretary of State's Office at 304-558-8000.

Thursday, February 23, 2017 — 9:08 AM

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Office of Oil and Gas

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WV Department Concerns of the Environmental Property of the Enviro

08/18/2017

#### Agreement to Drill, Complete and Operate Oil & Gas Wells

This Agreement to Drill, Complete and Operate Oil & Gas Wells (this "Agreement"), by and among Arsenal Resources LLC, a West Virginia limited liability company ("Arsenal"), River Ridge Energy, LLC, a Delaware limited liability company ("River Ridge"), and River Ridge Energy, Holdings, LLC, a Delaware limited liability company ("River Ridge Holdings"), is effective as of March 1, 2017. (the "Effective Date") and sets forth the terms pursuant to which Arsenal will drill, complete and operate the Wells (as defined below) on behalf of River Ridge and River Ridge Holdings. Arsenal, River Ridge, and River Ridge Holdings are each a "Party" and are collectively the "Parties". In consideration of the foregoing and the respective agreements hereinafter set forth and the mutual benefits to be derived therefrom, the Parties, intending to be legally bound, hereby agree as follows:

- 1. Term: This Agreement is effective from the Effective Date until terminated by Arsenal on the one hand or River Ridge and River Ridge Holdings on the other hand with 30 days' written notice to the other Party or Parties, as applicable (the "Term").
- Authorization to Operate: River Ridge and River Holdings authorize Arsenal to undertake and perform, on River Ridge and River Ridge Holdings behalf, all operations, including without limitation permit applications, well pad preparation, drilling and completing wells, and marketing gas, oil and other hydrocarbons therefrom with respect to all oil and gas wells to be drilled on oil and gas leasehold acreage held by River Ridge or River Ridge Holdings. River Ridge, River Ridge Holdings and Arsenal are affiliates with a common parent. Arsenal was formed to operate oil and gas leasehold acreage held by River Ridge, River Ridge Holdings and certain other affiliates. Arsenal agrees that it shall, in a good and workmanlike manner and in accordance with industry standards as they prevail in the area, drill, complete and operate oil and gas wells on leasehold acreage owned by River Ridge or River Ridge Holdings from time to time as directed by River Ridge or River Ridge Holdings (collectively, the "Wells").
- 3. No Third Party Beneficiary: This Agreement is for the benefit of the Parties and is not for the benefit of any third party.
- 4. Counterparts: This Agreement may be simultaneously executed in several counterparts and via facsimile or similar electronic transmittal, each of which shall be deemed to be an original and taken together shall constitute one and the same instrument.

[Signature Page Follows]

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WV Department of Environmental Protection

IN WITNESS WHEREOF, Arsenal, River Ridge, and River Ridge Holdings have caused their duly authorized representatives to execute this Agreement as of the Effective Date.

#### ARSENAL RESOURCES LLC

Name: Joel E. Symonds

Title: Vice President - Land

RIVER RIDGE ENERGY, LLC

Name: Joel E. Symonds Title: Vice President - Land

RIVER RIDGE HOLDINGS, LLC

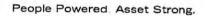
Name: Joel E. Symonds

Title: Vice President - Land

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WV Department of Environmental Protection





April 5, 2017

Mr. James Martin, Chief of Oil and Gas WV DEP 601 57<sup>th</sup> Street, SE Charleston, WV 25301

RE: Ownership of Roadways; Hamilton Pad

Mr. Martin:

In preparation of filing a permit application for the above referenced wells, the Title Department of Arsenal Resources conducted a thorough title examination to determine ownership of the oil and gas underlying all roadways crossed by the proposed wells. The findings of our examination show that some of the roadways crossed by the proposed wells are owned in fee by the West Virginia Department of Transportation, Division of Highways and that some are right of ways only. If owned in fee by the West Virginia Department of Transportation, Division of Highways, a lease covering its interest in the roadway or roadways has been properly obtained as provided in the application materials. If a right of way only, the oil and gas underlying such roadway or roadways is owned by the adjoining landowners and is also covered by our leasehold as provided in the application materials.

If you have any questions, concerns or need further information, please do not hesitate to contact me at the contact information below.

Sincerely,

Ryan Brode Title Attorney

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WV Department of Environmental Projection

> 6031 Wallace Road Ext, Suite 300 Wexford, PA 15090 P: 724-940-1100 F: 800-428-0981 www.arsenalresources.com

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

Date of Notic	ce Certification: 04/24/2017	A	API No. 47- 077 - 06628			
				Vell No. Ham	ilton 214	
Law and Same		W	Vell Pad Na	me: Hamilto	n	
Notice has l						
Pursuant to the	ne provisions in West Virginia Code tract of land as follows:	§ 22-6A, the Operator has provid	led the requ	ired parties v	vith the Notice Forms listed	
State:	West Virginia	P	asting:	598078.113		
County:	Preston			351081.696		
District:	Reno	Public Road Access	_	Route 92 Terry D. & Betty Hamilton		
Quadrangle:	Fellowsville	Generally used farm	_			
Watershed:	Little Sandy Creek				M.D. Carlo	
it has provid information r of giving the requirements Virginia Cod	the secretary, shall be verified and seed the owners of the surface description (b) and (c), so surface owner notice of entry to surface owner notice of entry to surface owner notice of subsection (b), section sixteen on the subsection (b), the applicant shall the things of the surface owner owners.	bed in subdivisions (1), (2) and ection sixteen of this article; (ii) the irvey pursuant to subsection (a), of this article were waived in we wender proof of and certify to the	(4), subsect that the requ , section ter riting by th	ction (b), sec sirement was n of this arti e surface ov	ction ten of this article, the deemed satisfied as a result cle six-a; or (iii) the notice wner; and Pursuant to West	
that the Ope	West Virginia Code § 22-6A, the Operator has properly served the require ECK ALL THAT APPLY		Notice Cer	tification	OOG OFFICE USE ONLY	
☐ 1. NO	FICE OF SEISMIC ACTIVITY or	☐ NOTICE NOT REQUIRE SEISMIC ACTIVITY WAS C			☐ RECEIVED/ NOT REQUIRED	
☐ 2. NO	ΓΙCE OF ENTRY FOR PLAT SURV	/EY or 🔳 NO PLAT SURVEY	WAS CO	NDUCTED	☐ RECEIVED	
■ 3, NO	TICE OF INTENT TO DRILL or	NOTICE NOT REQUIRE NOTICE OF ENTRY FOR PL WAS CONDUCTED or			☐ RECEIVED/ NOT REQUIRED	
		☐ WRITTEN WAIVER BY (PLEASE ATTACH)	SURFACI	E OWNER		
■ 4. NO	ΓΙCE OF PLANNED OPERATION	RECE Office of O		as	☐ RECEIVED	
■ 5. PUE	BLIC NOTICE				☐ RECEIVED	
	FICE OF APPLICATION	MAY 0	1 2017		□ RECEIVED	
ماد ماد ماد		WV Department				

#### Required Attachments:

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.

By:

#### Certification of Notice is hereby given:

THEREFORE, I William Veigel, 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: Arsenal Resources

William Veigel

Its: Designated Agent

Telephone: 724-940-1218

Address: 6031 Wallace Road Extension, Suite 300

Wexford, PA 15090

Facsimile: 304-848-9134

Email: keddy@arsenalresources.com

NOTARY PUBLIC OFFICIAL SEAL
STATE OF WEST VIRGINIA
KELLY A. EDDY
RT 2 BOX 225A
JANE LEW, WV 26378
MY COMMISSION EXPIRES SEPT. 18, 2018

Subscribed and sworn before me this 26th day of April 20

Notary Public

My Commission Expires September 18, 2018

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as part of our regulatory duties. Your personal information may be disclosed to other State agencies or third parties in the normal course of business or as needed to comply with statutory or regulatory requirements, including Freedom of Information Act requests. Our office will appropriately secure your personal information. If you have any questions about our use or your personal information, please contact DEP's Chief Privacy Officer at <a href="deepprivacyofficer@wv.gov">deepprivacyofficer@wv.gov</a>.

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08/18/2017

API NO. 47- 077 - 60 428
OPERATOR WELL NO. Hamilton 214
Well Pad Name: Hamilton

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

Notice Time Requirement: notice shall be provided no later the	nan the filing date of permit application.
Date of Notice: <u>04/26/2017</u> Date Permit Application Filed: <u>O</u> Notice of:	4 28/17
PERMIT FOR ANY WELL WORK CONSTRUCTION OF	PPROVAL FOR THE AN IMPOUNDMENT OR PIT
Delivery method pursuant to West Virginia Code § 22-6A-1	(O(b)
☐ PERSONAL ☐ REGISTERED ☑ METI	HOD OF DELIVERY THAT REQUIRES A
<del></del>	EIPT OR SIGNATURE CONFIRMATION
sediment control plan required by section seven of this article, and the surface of the tract on which the well is or is proposed to be located and gas leasehold being developed by the proposed well work, described in the erosion and sediment control plan submitted pursuapperator or lessee, in the event the tract of land on which the well performed coal seams; (4) The owners of record of the surface tract or the well work, if the surface tract is to be used for the placement, consimpoundment or pit as described in section nine of this article; (5) have a water well, spring or water supply source located within one provide water for consumption by humans or domestic animals; and proposed well work activity is to take place. (c)(1) If more than the subsection (b) of this section hold interests in the lands, the applicate of the sheriff required to be maintained pursuant to section provision of this article to the contrary, notice to a lien holder is not code R. § 35-8-5.7.a requires, in part, that the operator shall also water purveyor or surface owner subject to notice and water testing	
☑ Application Notice ☑ WSSP Notice ☑ E&S Plan Notic	• •
SURFACE OWNER(s) Name: Terry D. & Betty Hamilton	☐ COAL OWNER OR LESSEE
Address: 419 S Mountaineer Highway	Name: ACIN, LLC Address: 5260 Irwin Road
Thomton, WV 26440	Huntington, WW 25705
Name:	·
Addison	COAL OPERATOR
Address:	Name:
SUBEACE OVEREDAY (P 1 1/- O(1 D'-t1 )	Address:
SURFACE OWNER(s) (Road and/or Other Disturbance)	
Name: Terry D. & Betty Hamilton	☑ SURFACE OWNER OF WATER WELL
Address: 419 S Mountaineer Highway	AND/OR WATER PURVEYOR(s)
Thomton, WV 26440	Name: See Attached List
Name:	Address:
Address:	RECEIVED
SURFACE OWNER(s) (Impoundments or Pits)	PECFIVED  OPERATOR OF ANY NATURA OFFICE OF ONE OFFICE OF ONE OFFICE OFFI
Name:	Address:
Address:	MAY 0 1 2017
	*Please attach additional forms if necessary
	MA D

WV Department of Environmental Protection

#### 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 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.

Pursuant to W. Va. Code R. § 35-8-5.7,a, the operator shall provide the Well Site Safety Plan to the surface owner and any water purveyor or surface owner subject to notice and water testing as provided in section 15 of this rule.

Pursuant to W. Va. Code R. § 35-8-15.2.c, this notice shall: (1) contain a statement of the surface owner's and water purveyor's right to request sampling and analysis; (2) advise the surface owner and water purveyor of the rebuttable presumption for contamination or deprivation of a fresh water source or supply; advise the surface owner and water purveyor that refusal to allow the operator to conduct a pre-drilling water well test constitutes a method to rebut the presumption of liability; (3) advise the surface owner and water purveyor of his or her independent right to sample and analyze any water supply at his or her own expense; advise the surface owner and water purveyor whether or not the operator will utilize an independent laboratory to analyze any sample; and (4) advise the surface owner and or water purveyor that he or she can obtain from the Chief a list of water testing laboratories in the subject area capable of and qualified to test water supplies in accordance with standard acceptable methods.

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.

#### 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 restriction are referenced in this section. (d) The well location restrictions set forth in this section shall not apply to any well on a multiply 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, of any, by the secretary that the well location restrictions regarding occupied dwelling structures are inadequate or otherwise require alteration to address the items

\*\*Depart: 08/18/2017\*\*

08/18/2017\*\*

08/18/2017

API NO. 47-077 - OOL 28
OPERATOR WELL NO. Hamilton 214

Well Pad Name: Hamilton

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.

#### 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. The operator shall provide an analysis to such surface landowner or water purveyor at their request.

#### 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. A surface owner and water purveyor has an independent right to sample and analyze any water supply at his or her own expense. The laboratory utilized by the operator shall be approved by the agency as being certified and capable of performing sample analyses in accordance with this section.

#### Rebuttable Presumption for Contamination or Deprivation of a Fresh Water Source or Supply:

W. Va. Code § 22-6A-18 requires that (b) unless rebutted by one of the defenses established in subsection (c) of this section, in any action for contamination or deprivation of a fresh water source or supply within one thousand five hundred feet of the center of the well pad for horizontal well, there is a rebuttable presumption that the drilling and the oil or gas well or either was the proximate cause of the contamination or deprivation of the fresh water source or supply. (c) In order to rebut the presumption of liability established in subsection (b) of this section, the operator must prove by a preponderance of the evidence one of the following defenses: (1) The pollution existed prior to the drilling or alteration activity as determined by a predrilling or prealteration water well test. (2) The landowner or water purveyor refused to allow the operator access to the property to conduct a predrilling or prealteration water well test. (3) The water supply is not within one thousand five hundred feet of the well. (4) The pollution occurred more than six months after completion of drilling or alteration activities. (5) The pollution occurred as the result of some cause other than the drilling or alteration activity. (d) Any operator electing to preserve its defenses under subdivision (1), subsection (c) of this section shall retain the services of an independent certified laboratory to conduct the predrilling or prealteration water well test. A copy of the results of the test shall be submitted to the department and the surface owner or water purveyor in a manner prescribed by the secretary. (e) Any operator shall replace the water supply of an owner of interest in real property who obtains all or part of that owner's supply of water for domestic, agricultural, industrial or other legitimate use from an underground or surface source with a comparable water supply where the secretary determines that the water supply has been affected by contamination, diminution or interruption proximately caused by the oil or gas operation, unless waived in writing by that owner. (f) The secretary may order the operator conducting the oil or gas operation to: (1) Provide an emergency drinking water supply within twenty-four hours; (2) Provide temporary water supply within seventy-two hours; (3) Within thirty days begin activities to establish a permanent water supply or submit a proposal to the secretary outlining the measures and timetables to be used in establishing a permanent supply. The total time in providing a permanent water supply may not exceed two years. If the operator demonstrates that providing a permanent replacement water supply cannot be completed within two years, the secretary may extend the time frame on case-by-case basis; and (4) Pay all reasonable costs incurred by the real property owner in securing a water supply. (g) A person as described in subsection (b) of this section aggrieved under the provisions of subsections (b), (e) or (f) of this section may seek relief in court... (i) Notwithstanding the denial of the operator of responsibility for the damage to the real property owner's water supply or the status of any appeal on determination of liability for the damage to the real property owner's water supply, the operator may not discontinue providing the required water service until authorized to do so by the secretary or a court of competent jurisdiction.

#### 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 57<sup>th</sup> St. SE
Charleston, WV 25304
(304) 926-0450

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Office of Oil and Gas

MAY 0 1 2017

Such persons may request, at the time of submitting written comments, notice of the permit declary menting declary menting to test water. NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT.

Well Pad Name: Hamilton

#### 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.

Disclaimer: All comments received will be placed on our web site <a href="http://www.dep.wv.gov/oil-and-gas/Horizontal-Permits/Pages/default.aspx">http://www.dep.wv.gov/oil-and-gas/Horizontal-Permits/Pages/default.aspx</a> and the applicant will automatically be forwarded an email notice that such comments have been submitted. The applicant will be expected to provide a response to comments submitted by any surface owner, water purveyor or natural gas storage operator noticed within the application.

#### 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 (8-13)

API NO. 47-077 OPERATOR WELL NO. Hamilton 214 Well Pad Name: Hamilton

Notice is hereby given by:

Well Operator: Arsenal Resources

Telephone: 724-940-1218 Email: keddy@aresenalresources.com Address: 6031 Wallace Road Extension, Suite 300

Wexford, PA 15090

Facsimile: 304-848-9134

#### 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.

NOTARY PUBLIC OFFICIAL SEAL STATE OF WEST VIRGINIA KELLY A. EDDY RT 2 BOX 225A JANE LEW, WV 26378 MY COMMISSION EXPIRES SEPT. 18, 2018

Subscribed and sworn before me this 26th day of April 2017

My Commission Expires September 18, 2018

Office of Oil and Gas

MAY 0 1 2017

WV Department of **Environmental Protection** 

API NO. 47- 077 . 00618

OPERATOR WELL NO. Hanilton # 214

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

The well operator, Mountaineer Reystone I work. Please be advised that well wo	is applying ork permits are valid for tw	for a permit from the Stat renty-four (24) months.	e of West Virginia to conduct oil or gas well	
any existing water well or develope located within six hundred twenty-fit larger used to house or shelter dairy dwellings or agricultural buildings the provided in section ten of this article article was provided, whichever occuby written consent of the surface over clerk of the county commission for variance by the secretary from these or practices to be employed during the secretary from these or practices.	d spring used for human of ve feet of an occupied dwe y cattle or poultry husban nat existed on the date a not or a notice of intent to dril ars first, and to any dwelling where transmitted to the dep the county in which such distance restrictions upon a well site construction, drill ensure the safety and prote	or domestic animal consur- elling structure, or a buildi- dry. This limitation is ap- potice to the surface owner- all a horizontal well as prov- ing under construction prior partment and recorded in property is located. Furth submission of a plan which ling and operations. The ection of affected persons	andred fifty feet measured horizontally from aption. The center of well pads may not be any two thousand five hundred square feet or applicable to those wells, developed springs, of planned entry for surveying or staking as added in subsection (b), section sixteen of this to that date. This limitation may be waived the real property records maintained by the ermore, the well operator may be granted a hidentifies the sufficient measures, facilities wariance, if granted, shall include terms and and property. The terms and conditions may	
		IVER		
		ice of Application, an App	lication for a Well Work Permit on Form	
District: Reno		ublic Road Access:	WV State Roule 92	
Quadrangle: Fellowsville, W7.5'		Generally used farm name:	4 4 5 1 7 6 10 70 70 70 70 70 70 70 70 70 70 70 70 70	
Watershed: Little Sandy Creek I further state that I have no objection issued on those materials and I therefore WELL SITE RESTRICTIONS BE *Please check all that apply	ore waive all well site restr	FOR EXECUTION	TION BY A NATURAL PERSON	
EXISTING WATER WELLS		Print Name: (	Leane Hamber	
■ DEVELOPED SPRINGS			TION BY A CORPORATION, ETC.	
DWELLINGS		By:		
AGRICULTURAL BUILDING	GS	Signature;	5/2	
Well Operator: Mountaineer Keystone, LLC		Signature:	5/4.4	
By: Nathan Skeen		Telephone:	y 1772	
Its: Agent				
OTARY SEE TO THE STEVEN P. JOHN STEV	Subscribed a  Local Subscribed a  Local Subscribed a  My Commis	ton P. Johnso	day of June 2015  Notary Public	

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 depprivacy officer@wv.gov.

800K : 007 PAGE 0 458

Linda Huggins
PRESTON County 04:41:45 PM
Instrument No 2145181
Date Recorded 06/15/2015
Document Type MISC/R
Pages Recorded 2
Book-Page 7-457
Recording Fee \$5.00
Additional \$6.00



#### **WW-6A Attachment for the Hamilton 214**

Terry D. & Betty Hamilton 419 S Mountaineer Highway Thornton, WV 26440

Herbert N. Clarkson 1122 S Mountaineer Highway Thornton, WV 26440

Duane K. Hamilton 251 Hamilton Drive Thornton, WV 26440

Office of Oll and Gas

MAY 0 1 2017

WV Department of
Environmental Protection

WW-6A4 (1/12)

#### STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF INTENT TO DRILL

Pursuant to W. Va. Code § 22-6A-16(b), the Notice of Intent to Drill is only required if the notice requirements of W. Va. Code § 22-6A-10(a) have NOT been met or if the Notice of Intent to Drill requirement has NOT been waived in writing by the surface owner.

Date of Notice	Requirement: Notice shall be provided a ce: 04/26/2017 Date Pe	rmit Application Filed: 04/23/1			
Delivery met	thod pursuant to West Virginia Code §	22-6A-16(b)			
☐ HAND	■ CERTIFIED MAIL				
DELIVE					
receipt request drilling a hore of this subsect subsection mand if availab	sted or hand delivery, give the surface ow rizontal well: <i>Provided</i> , That notice given ction as of the date the notice was provide ay be waived in writing by the surface ow ole, facsimile number and electronic mail a	ner notice of its intent to enter upon the pursuant to subsection (a), section to do to the surface owner: <i>Provided, howerer</i> . The notice, if required, shall included address of the operator and the operator	, an operator shall, by certified mail return he surface owner's land for the purpose of en of this article satisfies the requirements wever, That the notice requirements of this lude the name, address, telephone number, or's authorized representative.		
	ereby provided to the SURFACE OV				
Name: Terry D.	S Mountaineer Highway	Name:			
Address. 419	3 Mountaineer Highway	Address:			
Pursuant to V he surface ov	ereby given:	is hereby given that the undersigned orizontal well on the tract of land as for	well operator has an intent to enter upon llows:		
Notice is he Pursuant to V he surface ov	ereby given: Vest Virginia Code § 22-6A-16(b), notice	orizontal well on the tract of land as fo	well operator has an intent to enter upon ollows: 598078.113		
Notice is he Pursuant to V he surface ov State: County:	ereby given: Vest Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a howard West Virginia  Preston	orizontal well on the tract of land as for Easting: Northing:	bllows: 598078.113 4351081.696		
Notice is he Pursuant to V he surface ov State: County: District:	ereby given: Vest Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a howest Virginia  Preston Reno	orizontal well on the tract of land as for Easting: Northing: Public Road Access:	bllows: 598078.113 4351081.696 Route 92		
Notice is he Pursuant to V he surface ov State: County: District: Quadrangle:	ereby given: Vest Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a howard West Virginia  Preston	orizontal well on the tract of land as for Easting: Northing:	bllows: 598078.113 4351081.696		
Notice is he Pursuant to V he surface ov State: County: District: Quadrangle: Watershed:  This Notice Pursuant to V acsimile nur related to hor	Preston Reno Fellowsville Little Sandy Creek  West Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a heat was a large of the purpose of drilling a heat was a large of the purpose of drilling a heat was a large of the purpose of drilling a heat was a large of the large of the purpose of drilling may be obtained from the purpose of drilling as heat was a large of drilling as heat was a larg	orizontal well on the tract of land as for Easting: Northing: Public Road Access: Generally used farm name:  notice shall include the name, addroperator and the operator's authorize e Secretary, at the WV Department of	bllows: 598078.113 4351081.696 Route 92		
Notice is he Pursuant to V he surface ov State: County: District: Quadrangle: Watershed:  Fhis Notice Pursuant to V acsimile nur related to hor ocated at 600  Notice is he	Preston Reno Fellowsville Little Sandy Creek  West Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a heat was a land of the purpose of drilling a heat was a land of the purpose of drilling a heat was a land of the land	orizontal well on the tract of land as for Easting: Northing: Public Road Access: Generally used farm name:  notice shall include the name, addroperator and the operator's authorize e Secretary, at the WV Department of (304-926-0450) or by visiting www.de	ollows: 598078.113 4351081.696 Route 92 Terry D. & Betty Hamilton  ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx.		
Notice is he Pursuant to V he surface ov State: County: District: Quadrangle: Watershed:  This Notice Pursuant to V acsimile nur related to hor ocated at 601  Notice is he Well Operato	Preston Reno Fellowsville Little Sandy Creek  West Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a heat was a land of the purpose of drilling a heat was a land of the purpose of drilling a heat was a land of the land	orizontal well on the tract of land as for Easting: Northing: Public Road Access: Generally used farm name:  notice shall include the name, addroperator and the operator's authorize e Secretary, at the WV Department of (304-926-0450) or by visiting www.de	ollows: 598078.113 4351081.696 Route 92 Terry D. & Betty Hamilton  ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx.		
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Notice is he Pursuant to V he surface ov State: County: District: Quadrangle: Vatershed:  This Notice Pursuant to V acsimile nur elated to hor ocated at 601  Notice is he Vell Operato Address: Nexford, PA 150	Preston Reno Fellowsville Little Sandy Creek  Shall Include: West Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a head was virginia  Preston Reno Fellowsville Little Sandy Creek  Shall Include: West Virginia Code § 22-6A-16(b), this mber and electronic mail address of the rizontal drilling may be obtained from the structure of the	orizontal well on the tract of land as for Easting: Northing: Public Road Access: Generally used farm name:  notice shall include the name, addroperator and the operator's authorize e Secretary, at the WV Department of (304-926-0450) or by visiting www.de	bllows: 598078.113 4351081.696 Route 92 Terry D. & Betty Hamilton  ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx.  Kelly Eddy		
Notice is he Pursuant to V he surface ov State: County: District: Quadrangle: Watershed:  Fhis Notice Pursuant to V acsimile nur elated to hor ocated at 601  Notice is he Well Operato Address: Mexford, PA 150 Felephone:	Preston Reno Fellowsville Little Sandy Creek  Shall Include: West Virginia Code § 22-6A-16(b), notice wher's land for the purpose of drilling a head was virginia  Preston Reno Fellowsville Little Sandy Creek  Shall Include: West Virginia Code § 22-6A-16(b), this mber and electronic mail address of the rizontal drilling may be obtained from the structure of the	prizontal well on the tract of land as for Easting: Northing: Public Road Access: Generally used farm name:  notice shall include the name, addroperator and the operator's authorize e Secretary, at the WV Department of (304-926-0450) or by visiting www.de  Authorized Representative: Address: Bridgeport, WV 26330 Telephone:	bllows: 598078.113 4351081.696 Route 92 Terry D. & Betty Hamilton  ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx.  Kelly Eddy		
Notice is he Pursuant to V he surface ov State: County: District: Quadrangle: Watershed:  Fhis Notice Pursuant to V acsimile nur elated to hor ocated at 600  Notice is he	Preston Reno Fellowsville Little Sandy Creek  West Virginia Code § 22-6A-16(b), notice wner's land for the purpose of drilling a howest Virginia  Preston Reno Fellowsville Little Sandy Creek  Shall Include: West Virginia Code § 22-6A-16(b), this mber and electronic mail address of the rizontal drilling may be obtained from the street of	orizontal well on the tract of land as for Easting: Northing: Public Road Access: Generally used farm name:  notice shall include the name, addrese Secretary, at the WV Department of (304-926-0450) or by visiting www.de  Authorized Representative: Address: Bridgeport, WV 26330	ollows: 598078.113 4351081.696 Route 92 Terry D. & Betty Hamilton  ress, telephone number, and if available, ed representative. Additional information of Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx.  Kelly Eddy 65 Professional Place, Suite 200		

The Office of Oil and Gas processes your personal information, such as name, address and the place number, as part of our regulatory duties. Your personal information may be disclosed to other State agencies of the parties in the petnal geurse 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. MAY 0 1 2017

WW-6A5 (1/12)

Operator Well No. Hamilton 214

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

Notice Time Date of Notice	Requirement: notice shall be provided no later ce: 04/26/2017 Date Permit Applica			application.
Delivery me	thod pursuant to West Virginia Code § 22-6A	1-16(c)		
■ CERTI	FIED MAIL HAY	ND		
		LIVERY		
return receipt the planned of required to be drilling of a damages to the (d) The notice of notice.	V. Va. Code § 22-6A-16(c), no later than the or requested or hand delivery, give the surface over peration. The notice required by this subsect provided by subsection (b), section ten of this horizontal well; and (3) A proposed surface us he surface affected by oil and gas operations to the required by this section shall be given to the eby provided to the SURFACE OWNER(s)	wner whose land tion shall include article to a surface se and compens the extent the da	I will be used for de: (1) A copy ace owner whos ation agreement amages are com	or the drilling of a horizontal well notice of of this code section; (2) The information se land will be used in conjunction with the at containing an offer of compensation for pensable under article six-b of this chapter.
(at the address	s listed in the records of the sheriff at the time of			
Name: Terry D.		Name:		
Address: 419	S Mountaineer Highway	Address		
State: County:	the surface owner's land for the purpose of dril West Virginia Preston	UTM NAD 8	Easting: Northing:	598078.113 4351081.696
District:	Reno	Public Road		Route 92
Quadrangle: Watershed:	Fellowsville Little Sandy Creek	Generally use	ed farm name:	Terry D. & Betty Hamilton
Pursuant to V to be provide horizontal we surface affect information r	Shall Include:  Vest Virginia Code § 22-6A-16(c), this notice set by W. Va. Code § 22-6A-10(b) to a surface set set of the proposed surface use and compensed by oil and gas operations to the extent the related to horizontal drilling may be obtained located at 601 57th Street, SE, Charleston ault.aspx.	te owner whose sation agreement damages are confrom the Secret	land will be unt containing an ompensable und ary, at the WV	used in conjunction with the drilling of a offer of compensation for damages to the ler article six-b of this chapter. Additional Department of Environmental Protection
Well Operato	T: Arsenal Resources	Address:	6031 Wallace Boad	Extension, Suite 300
Telephone:	724-940-1218	riduress.	Wexford, PA 15090	Extension, dune do
Email:	keddy@arsenalresources.com	Facsimile:	304-848-9134	
The Office of	Privacy Notice: Oil and Gas processes your personal information personal information may be disclosed to other			

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.

MAY 0 1 2017

Office of Oll and Gas

WV Department of Environmental Profession



#### WEST VIRGINIA DEPARTMENT OF TRANSPORTATION

## Division of Highways

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

Jim Justice Governor

Thomas J. Smith, P. E. Secretary of Transportation/ Commissioner of Highways

May 12, 2017

James A. Martin, Chief Office of Oil and Gas Department of Environmental Protection 601 57th Street, SE Charleston, WV 25304

Subject: DOH Permit for the Hamilton Pad, Preston County

Hamilton 214 Well Site

Dear Mr. Martin,

The West Virginia Division of Highways has transferred Permit #04-2014-0293 for the subject site to Arsenal Resources for access to the State Road for the well site located off of West Virginia Route 92 F.

The operator has signed a DISTRICT WIDE OIL AND GAS ROAD MAINTENANCE BONDING AGREEMENT for DOH District 4 and provided the required Bond. This operator is currently in compliance with the DOH OIL AND GAS POLICY dated January 3, 2012.

Very Truly Yours,

Gary K. Clayton Regional Maintenance Engineer

Central Office Oil &Gas Coordinator

Dary K. Clayton

Cc: Kelly Eddy

**ARSENAL** Resources

CH, OM. D-4

File

WellName # Hamilton 214 FRACTURING ADDITIVES			
Additive #1:	Friction Reducer	WFRA-405	Proprietary
Additive #2:	Scale Inhibitor	SI-1000	7440-21-3
Additive #3:	Biocide	BIOCLEAR 2000	25314-61-8
Additive #4:	Gelling Agent	LGC-15	9000-30-0
Additive #5:	Corrosion Inhibitor	Al-300	111-76-2
Additive #6:	Gel Breaker	AP-One	7727-54-0
Additive #7:	Acid	HCI - 7.5%	7647-01-0

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MAY **0 1** 2017

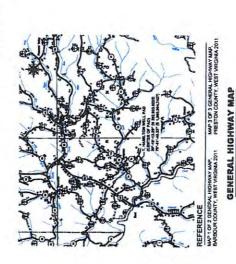
WV Department of Environmental Protection

WVDEP 00G CCEPTED AS-BUILT MAK 8/17/2017

# T. HAMILTON WELL SITE ARSENAL RESOURCES

SITUATE IN SANDY CREEK OF TYGART VALLEY RIVER IN RENO DISTRICT, PRESTON COUNTY, WEST VIRGINIA

# WELL PAD LOCATION (CENTER OF WELL PAD) LATITUDE (LONGITUDE (NACOS)) - N 301-18-13.27 E. PT-51-45.27 STATE PLANE COORD. (NAD83) - N 292,833,9225 FEET E 1,865,904.7427 FEET UTM ZONE 17 (NAD83)-



LOCATION MAP REFERENCE U.S.G.S. 7.5 TOPOGRAPHIC QUADRAWGLES THORMTON, WY 1968 FELLOWSVILLE, WY 1968

Services

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WV Department of Environmental Protection

MSES consultants, inc.

AS-BUILT HAMILTON WELL PAD COVER SHEET DWGS.# COVER SEC-1 SEC-1 XSTURBANCE AREAS

AS-BUILT HAMILTON WELL PAD CROSS-SECTIONS (CONTD) AS-BUILT HAMILTON WELL PAD CROSS-SECTIONS

08/18/2017

