

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

January 26, 2012

WELL WORK PERMIT

New Well

This permit, API Well Number: 47-8509957, issued to HALL DRILLING, 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 of completion of drilling, as should form WR-34 Discharge Monitoring Report within 30 days of discharge of pits, if applicable. Failure to abide by all statutory and regulatory provisions governing all duties and operations hereunder may result in suspension or revocation of this permit and, in addition, may result in civil and/or criminal penalties being imposed upon the operators.

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

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

James Martin

Chief

Operator's Well No: ANNIE 1

Farm Name: HAYMOND, ANNIE B. & EDDY L

API Well Number: 47-8509957

Permit Type: New Well Date Issued: 01/26/2012

Promoting a healthy environment.

PERMIT CONDITIONS

West Virginia Code § 22-6-11 allows the Office of Oil and Gas to place specific conditions upon this permit. Permit conditions have the same effect as law. Failure to adhere to the specified permit conditions may result in enforcement action.

CONDITIONS

- 1. If the operator encounters an unanticipated void, or an anticipated void at an unanticipated depth, the operator shall notify the inspector within 24 hours.

 Modifications to the casing program may be necessary to comply with W. Va. Code § 22-6-20, which requires drilling to a minimum depth of thirty feet below the bottom of the void, and installing a minimum of twenty (20) feet of casing. Under no circumstance should the operator drill more than fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 2. 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 twenty-five 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.
- 3. Pursuant to 35 CSR § 4-19.1.c, if the operator is unable to sample and analyze any water well or spring within one thousand (1,000) feet of the permitted well location, the Office of Oil and Gas requires the operator to sample, at a minimum, one water well or spring located between one thousand (1,000) feet and two thousand (2,000) feet of the permitted well location.

WW - 2B (Rev. 8/10)

STATE OF WEST VIRGINIA

DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS WELL WORK PERMIT APPLICATION / 39

			•	/		
Well Operator Hall Drilling, LLC	494480467	085	Clay	Pennsboro		
	Operator ID	County	District	Quadrangle		
2) Operator's Well Number: Annie 1	3) Ele	vation: 8	17'	-		
4) Well Type: (a) Oil or Gas _X						
(b) If Gas: Production X / Und	erground Storage_		_			
Deep	_ / Shallow _ X					
5) Proposed Target Formation(s): Marcellus Proposed Target Depth: 6700' TVD 6) Proposed Total Depth: 6700' TVD Feet Formation at Proposed Total Depth: Marcellus 7) Approximate fresh water strata depths: 11', 37', 98', 143', 330' 8) Approximate salt water depths: 868', 1315', 1661'						
9) Approximate coal seam depths: 437'				-		
10) Approximate void depths,(coal, Karst, other): None Anticipated						
11) Does land contain coal seams tributary to active mine? No						
	ill, perforate, fracture a		al shallow w	ell and		
СО	mplete Marcellus Shale	9.				

13) CASING AND TUBING PROGRAM

TYPE S	SPECIFIC	<u>ATIONS</u>		FOOTAGE	INTERVALS	S CEMENT
	<u>Size</u>	<u>Grade</u>	Weight per ft	For Drilling	Left in Well	Eill -up (Cu. Ft.)
Conductor	20"	H-40	94#	-40°70°	40'70	38 Cu. Ft. Class A
Fresh Water	13-3/8"	J-55	48#	420'	420'	583 Cu. Ft. Class A
Coal	9-5/8"	J-55	36#	2400'	2400'	977Cu. Ft. Class A
Intermediate						
Production	5-1/2"	P-110	20#	6700'	6700'	1313 Cu. Ft. Class H
Tubing	2-3/8"	N-80	4.7#	6600'		THE GOS
Liners					25	Chou NS

Packers:

Kind N/A

Sizes N/A

Depths Set N/A

Jul 12

CIS CIS CIS WW-2A (Rev. 6-07)

1) Date:	January 11, 2012	
2) Operator	's Well Number	
Annie 1		

3) API Well No.: 47 - State

085__

09957

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

4) Surface Owr	ner(s) to be served:		5) (a) Coal Ope	erator	
(a) Name	Annie B. Haymor	nd (Life Estate)	_ Name		
Address	4884 Mountain D	rive V	Address		
	Pennsboro, WV 2	26415			
(b) Name			(b) Coal O	wner(s) with Declaration	
Address		_	Name	Annie B. Haymond (Life Esta	ate)
			Address	4884 Mountain Drive	OK
			_	Pennsboro, WV 26415	
(c) Name			Name		
Address			Address		
			_		
6) Inspector	David Cowan		(c) Coal Le	essee with Declaration	
Address	601 57th Street		Name		
	Charleston, WV	25304	Address		
Telephone	304-389-3509		_		
•					
	TO THE PE	RSONS NAM	IED ABOVE T	AKE NOTICE THAT:	
Included is th				acts by which I hold the right to ex	tract oil and oas
OR	.0 .0000 000000 0.				
	e information require	d by Chapter 22	, Article 6, Section	n 8(d) of the Code of West Virginia	a (see page 2)
I certify the	hat as required unde	er Chapter 22-6	of the West Virgi	inia Code I have served copies o	of this notice and
application, a loca				ugh on the above named part	ies by:
		ce (Affidavit attac			
<u>_X</u>	Certified Mail (F			d)	
		tice of Publicatio			
		hapter 22-6 and	35 CSR 4, and	I agree to the terms and condition	ons of any permit
issued under this		that I have nere	hadily avaminad	and am familiar with the informat	tion submitted on
				ry of those individuals immediatel	
	rmation, I believe tha				y responsible for
				lse information, including the poss	sibility of fine and
imprisonment.			J	,	
•		Well Operator	Hall Drilling, L	LC /	
		By:	Mike Hall	Mak Mill	
		Its:	Manager		
		Address	P.O. Box 249		
			Ellenboro, WV		
0.1 20.4 - 1		Telephone 25 day of	(304) 869-3404		
Subscribed and s	worn before me this	25 day of	Januar	·4 , <u>2012</u>	
()	a Sh			Notary Public	
My Communion I	Evnires	May	19 2013	Notery 1 done	
iviy Collingsion			14 0010	. • ,	
ييسم	OFFICIAL S	EAL.			
	NOTARY PL	JBLIC (
1/1/4	ART TODIL TO	INES 1			
· 〈 / / / / / / / / / /	300 PIKE AV	ENUE W 26415			
	PENNSBURU, V	as May 19, 2013			

Operator's Well Number Annie 1

INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE Chapter 22, Article 6, Section 8(d) 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 –

- (1) 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:

Grantor, Lessor, etc.	Grantee, Lessee, etc.	Royalty	Book/Page
Annie B. Haymond & Eddy Landrum	Hall Drilling, LLC	15.63%	0253/1066

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 he reby a cknowledges the possibility of the need for permits and/or approvals from local, state, or federal entities in addition to the DEP, 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

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 ac quired from the appr opriate aut hority before the affected activity is initiated.

Well Operator:

By:Its:

Hall Drilling, LLC

Mike Hall, Manager

WW-2B1

Well	No.	Annie	1	

West Virginia Department of Environmental Protection Office of Oil and Gas

NOTICE TO SURFACE OWNERS

The well operator named below is preparing to file for a permit from the state to drill a new well. Before a well work permit can be filed with the Chief of the Office of Oil and Gas, the well operator is required to have given notice of the right to request water well or spring analytical testing. This notice shall be given to the owners or occupants of land which have a water well or spring being utilized for human consumption, domestic animals, or other general use and which is located within 2000 feet of the proposed well site.

With this form, the operator is giving you notice of your right to request analytical testing. The operator is required to sample and analyze the water wells or springs of all owners or occupants who request it. Therefore, if you wish to have your water well or spring tested, contact the operator named below.

All sampling shall be completed prior to drilling. Within thirty (30) days of the receipt of such sample analyses the operator shall submit the results to the Chief of the Office of Oil and Gas and to the owners or occupants who may have requested them.

Be advised, you have the right to sample and analyze any water supply at your own expense.

Listed below is the laboratory chosen by the operator to perform analysis, and contractor chosen to collect sample:

Certified Laboratory Name Sampling Contractor

Reliance Laboratories, Inc., P.O. Box 4657 Bridgeport, WV 26330 Tel:(304)842-5285

Well Operator Hall Drilling, LLC

Address P.O. Box 249

Elenboro, WV 26346

Telephone (304) 869-3404

FOR OPERATOR'S USE ONLY: Below, or on an attached page, list those persons which were given this notice. Place an asterisk beside the one(s) that contacted you and requested sampling and analyses. If there were no requests made, indicate by underlining which one you have selected to sample and analyze. If there are no water wells or springs within 2000 feet of the proposed site please indicate such.

There are 4 water wells within 2,000' of this well location. Please be advised that Hall Drilling, LLC has selected to sample and analyze all water wells as indicated below:

Annie B. Haymond (2 water wells)

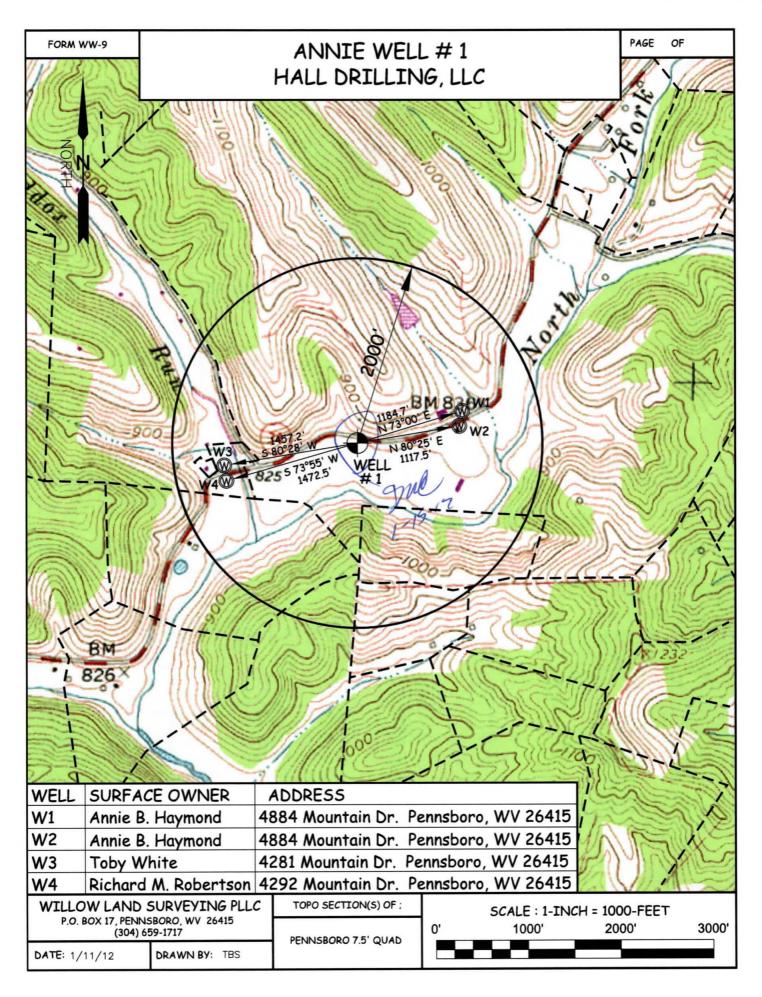
Toby White

Richard M. Robertson

4884 Mountain Drive, Pennsboro, WV 26415

4281 Mountain Drive, Pennsboro, WV 26415

4292 Mountain Drive, Pennsboro, WV 26415



CERTIFIED MAIL RECEIPT ANNIE 1 SURFACE OWNER NOTIFICATION WATER WELL ANALYTICAL TESTING

Instructions

- 1. Each Click-N-Ship® label is unique. Labels are to be used as printed and used only once. DO NOT PHOTO COPY OR ALTER LABEL.
- 2. Place your label so it does not wrap around the edge of the package.
- 3. Adhere your label to the package. A self-adhesive label is recommended. If tape or glue is used, DO NOT TAPE OVER BARCODE. Be sure all edges are secure.
- 4. To mail your package with PC Postage®, you may schedule a Carrier Pickup online, hand to your letter carrier, take to a Post Office™, or drop in a USPS collection box.
- 5. Mail your package on the "Ship Date" you selected when creating this label.

Online Label Record (Label 2 of 3)

Signature Confirmation™ Number: 9410 8036 9930 0027 0411 63

Paid Online

Weight:

Transaction #: 219896266 Print Date: 01/11/2012 Ship Date: 01/11/2012 Priority Mail® Postage: \$5.34 Signature Confirmation: \$2.05 (Electronic Rate)

\$7.39

From: MIKE HALL

HALL DRILLING, LLC PO BOX 249

0 lb 6 oz

ELLENBORO WV 26346-0249

To: ANNIE B. HAYMOND 4884 MOUNTAIN DR

PENNSBORO WV 26415-6184

* Commercial Base Pricing Priority Mail rates apply. Signature Confirmation service electronic fee required. Delivery information is not available by phone for the electronic rate. Refunds for unused postage paid labels can be requested online 10 days from the print date. A copy of the recipient's signature will be faxed or mailed upon request by visiting the web site listed below or calling 1-800-222-1811.



CERTIFIED MAIL RECEIPT ANNIE 1 SURFACE OWNER NOTIFICATION WATER WELL ANALYTICAL TESTING

Instructions

- Each Click-N-Ship® label is unique. Labels are to be used as printed and used only once. DO NOT PHOTO COPY OR ALTER LABEL.
- Place your label so it does not wrap around the edge of the package.
- Adhere your label to the package. A self-adhesive label is recommended. If tape or glue is used, DO NOT TAPE OVER BARCODE. Be sure all edges are secure.
- 4. To mail your package with PC Postage®, you may schedule a Carrier Pickup online, hand to your letter carrier, take to a Post Office™, or drop in a USPS collection box.
- Mail your package on the "Ship Date" you selected when creating this label.

Online Label Record (Label 1 of 3)

Signature Confirmation™ Number: 9410 8036 9930 0027 0411 56

Paid Online

Transaction #: 219896266
Print Date: 01/11/2012
Ship Date: 01/11/2012

Weight: 0 lb 6 oz

Priority Mail® Postage: \$5.34 Signature Confirmation: \$2.05

Ref#: Annie 1

\$7.39

(Electronic Rate)
Total:

From: MIKE HALL

HALL DRILLING, LLC PO BOX 249

ELLENBORO WV 26346-0249

To: TOBY WHITE
4281 MOUNTAIN DR

PENNSBORO WV 26415-6183

* Commercial Base Pricing Priority Mail rates apply. Signature Confirmation service electronic fee required. Delivery information is not available by phone for the electronic rate. Refunds for unused postage paid labels can be requested online 10 days from the print date. A copy of the recipient's signature will be faxed or mailed upon request by visiting the web site listed below or calling 1-800-222-1811.

CERTIFIED MAIL RECEIPT ANNIE 1 SURFACE OWNER NOTIFICATION WATER WELL ANALYTICAL TESTING

Instructions

- 1. Each Click-N-Ship® label is unique. Labels are to be used as printed and used only once. DO NOT PHOTO COPY OR ALTER LABEL.
- 2. Place your label so it does not wrap around the edge of the package.
- 3. Adhere your label to the package. A self-adhesive label is recommended. If tape or glue is used, DO NOT TAPE OVER BARCODE. Be sure all edges are secure.
- 4. To mail your package with PC Postage®, you may schedule a Carrier Pickup online, hand to your letter carrier, take to a Post Office™, or drop in a USPS collection box.
- 5. Mail your package on the "Ship Date" you selected when creating this label.

Online Label Record (Label 3 of 3)

Signature Confirmation™ Number: 9410 8036 9930 0027 0411 49

Paid Online

Weight:

Transaction #: 219896266 Print Date: Ship Date:

01/11/2012 01/11/2012 0 lb 6 oz

Priority Mail® Postage: \$5.34 Signature Confirmation: \$2.05

(Electronic Rate)

\$7.39

From: MIKE HALL

> HALL DRILLING, LLC PO BOX 249

ELLENBORO WV 26348-0249

To: RICHARD M. ROBERTSON 4292 MOUNTAIN DR

PENNSBORO WV 26415-6182

* Commercial Base Pricing Priority Mail rates apply. Signature Confirmation service electronic fee required. Delivery information is not available by phone for the electronic rate. Refunds for unused postage paid labels can be requested online 10 days from the print date. A copy of the recipient's signature will be faxed or mailed upon request by visiting the web site listed below or calling 1-800-222-1811.

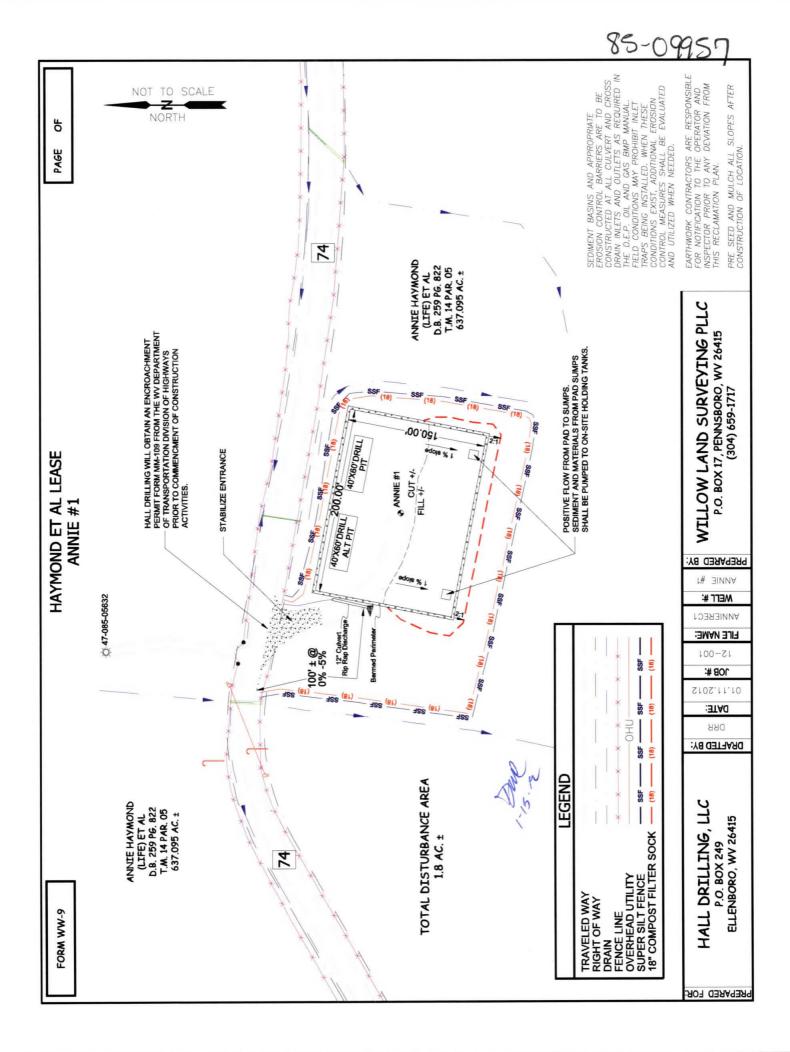
Page	of
API Number 47 - 085	- 09957
Operator's Well No Annie	e 1

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

CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

Operator Name_	Hall Drilling, LLC			_ OP Code	494480467	
Watershed North	Fork Hughes River		Quadrangle _	Pennsboro 7.5'		
Elevation 817'		County Ritchie		District	Clay	
Description of a	nticipated Pit Waste: No pit	will be used at this site (Drilling a	nd Flowback Fluids wi	ill be stored in tanks	s. Cuttings will be tanked	and hauled off site.)
Do you anticipat	te using more than 5,000 b	bls of water to complet	e the proposed	well work?	Yes X 1	No
Will a synthetic	liner be used in the pit?	//A . If :	so, what mil.? N	I/A		
Proposed Dispos		on jection (UIC Permit N Number <u>Future permitted</u> al (<u>Meadowfill Landfill F</u>	well locations whe	32-98)	PI# will be provided	on Form WR-34)
-If oil by Additives to be Drill cuttings dis- -If left	n anticipated for this well? based, what type? Syntheticused? Please See Attachment sposal method? Leave in prince in pit and plan to solidify will or offsite name/permit necessary.	c, petroleum, etc. N/A bit, landfill, removed of what medium will be us	fsite, etc. Remoresed? Cement, li	ved offsite and t	aken to landfill	duction - Water Based Mud
on August 1, 20 provisions of th law or regulatio I certif application for obtaining the in penalties for sub	y that I understand and agr 05, by the Office of Oil and the permit are enforceable by the can lead to enforcement from and all attachments the enformation, I believe that comitting false information, ial Signature	d Gas of the West Virgoy law. Violations of a action. nat I have personally dereto and that, based the information is truincluding the possibility.	inia Departmer any term or cor examined and a on my inquiry e, accurate, an	nt of Environment of the arm familiar very of those in the complete.	mental Protection general permit a with the informa dividuals immed	 I understand that the and/or other applicable tion submitted on this diately responsible for
	•				0.0	9
Company Offic	ial (Typed Name) Mike Hall					
Company Offic	ial Title_Manager				1000	m. s. s
				<	600	
Subscribed and	sworn before me this	day of V	w.	Ö	20_/2	13. P.O.
1	Re		:	Not	tary Public	MOTADYANG
My commission	n expires $\frac{3/20/20}{}$	v16				NOTARY PUBLIC OFFICIAL SEA ANDREW R. ALLPHIN State of West Virginie My Commission Expires March 20, 2016 500 N 7th Ave. Paden City, WY 26159

L	EGEND	
Property Boundary	Diversion (1:11111111111111111111111111111111111	111111
Road = = = = = = = = = =	Spring	
Existing Fence — X — X — X —	Wet Spot	
Planned Fence / / /	Drain Pipe with size in inches (2)	
Stream	Waterway \longleftrightarrow	\Longrightarrow
Open Ditch	Cross Drain	
Rock ESESSE	Artificial Filter Strip	CXXXXX
North N	Pit: cut walls	
Buildings	Pit: compacted fill walls	
Water wells	Area for Land Application of Pit Waste	
Drill site		
		— /
Proposed Revegetation Treatment: Acres Disturbed 1.8	Prevegetation pHO	- i
Lime 2-3 Tons/acre or to correct to pH	6.5 Prevegetation pH (0,0) PRessered o mulch No hees than 21	for pro
500		
Fertilizer (10-20-20 or equivalent)lbs/a	cre (500 lbs minimum)	
Mulch 2-3 Tons/ac	re Hay or straw or Wood Fiber (will be used where needed)	
	N.C	
Seed	Mixtures	
Area I (Temporary)	Area II (Permanent)	
Seed Type lbs/acre	Seed Type Ibs/acre	
Annual Rye Grass 40	Fox Tail/Grassy 40	
	Perenniel Rye 30	
Attach: Drawing(s) of road, location,pit and proposed area for land appli	action	
Drawing(s) of road, location,pit and proposed area for land appli	cation.	
Photocopied section of involved 7.5' topographic sheet.		
	0 - 62	
Plan Approved by:		200
Comments:	\$ 5 g	
	and the solution	
	· 0 W	2
THE STORY OF THE STORY	Deta: 1-15-12	
Title: Joseph Lusquille	Date: /-/3-/2	
Field Reviewed? () Yes () No	



Form WW-9 Additives Attachment

SURFACE INTERVAL

1. Fresh Water

INTERMEDIATE INTERVAL

- 1. Fresh Water
- 2. Soap -Foamer AC
- 3. Air

PRODUCTION INTERVAL

1. Alpha 1655

Salt Inhibitor

2. Mil-Carb

Calcium Carbonate

3. Cottonseed Hulls

Cellulose-Cottonseed Pellets - LCM

4. Mil-Seal

Vegetable, Cotton & Cellulose-Based Fiber Blend - LCM

5. Clay-Trol

Amine Acid Complex – Shale Stabilizer

6. Xan-Plex

Viscosifier For Water Based Muds

7. Mil-Pac (All Grades)

Sodium Carboxymethylcellulose - Filtration Control Agent

8. New Drill

Anionic Polyacrylamide Copolymer Emulsion - Shale Stabilizer

9. Caustic Soda

Sodium Hydroxide – Alkalinity Control

10. Mil-Lime

Calcium Hydroxide - Lime

11. LD-9

Polyether Polyol - Drilling Fluid Defoamer

12. Mil Mica

Hydro-Biotite Mica - LCM

13. Escaid 110

Drilling Fluild Solvent - Aliphatic Hydrocarbon

14. Ligco

Highly Oxidized Leonardite - Filteration Control Agent

15. Super Sweep

Polypropylene – Hole Cleaning Agent.

16. Sulfatrol K

Drilling Fluid Additive - Sulfonated Asphalt Residuum

17. Sodium Chloride, Anhydrous

Inorganic Salt

18. D-D

Drilling Detergent - Surfactant

19. Terra-Rate

Organic Surfactant Blend

20. W.O. Defoam

Alcohol-Based Defoamer

21. Perma-Lose HT

Fluid Loss Reducer For Water-Based Muds

22. Xan-Plex D

Polysaccharide Polymer - Drilling Fluid Viscosifier

23. Walnut Shells

Ground Cellulosic Material - Ground Walnut Shells - LCM

24. Mil-Graphite

Natural Graphite – LCM

25. Mil Bar

Barite – Weighting Agent

26. X-Cide 102

Biocide

27. Soda Ash

Sodium Carbonate - Alkalinity Control Agent

28. Clay Trol

Amine Acid complex - Shale Stabilizer

29. Sulfatrol

Sulfonated Asphalt – Shale Control Additive

30. Xanvis

Viscosifier For Water-Based Muds

31. Milstarch

Starch - Fluid Loss Reducer For Water Based Muds

32. Mil-Lube

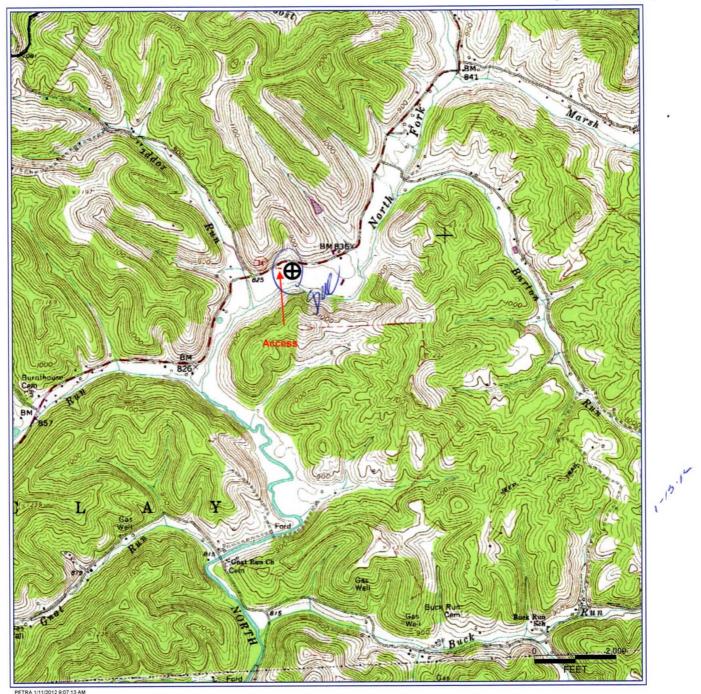
Drilling Fluid Lubricant

State of West Virginia Department of Environmental Protection Office of Oil & Gas

Well Work Permit Application Addendum

(to be completed when fluid volumes used or disposed may be greater than 5000 barrels)

1.)	Well Operator: Hall Drilling, LLC .
2.)	Operator ID #: 494480467
3.)	Operator's Well Number: Annie 1
4.)	County: Ritchie .
5.)	Approximate Amount of Water to be Used (bbls): 15000 bbls
6.)	Fracture/Drilling Water Source (estimate % of each source to be used):
	Surface WaterGroundwater100%Purchased Water
	Reused Water
7.)	Location of Purchased Water Source (if applicable) Public/Private Water System Name: City of Salem Freshwater Withdrawal .
8.)	Location of Reused Water (if applicable) County: Well/Facility ID:
9.)	Will Centralized Pits/Ponds be Utilizedyes_Xno Location (if applicable): Latitude (d/m/s)_Longitude (d/m/s) Dimensions in Feet (if applicable) Length _Width_Depth
10.) Water Disposal Method (estimate % each facility is to receive) Land Applicationn/aUIC -provide UIC Permit Number n/aPOTW-provide Facility Name n/aNPDES-provide Permit Number Other X (100% Returned) Other Re-Use- water returned from flow back will be used for future permitted well locations when applicable; API # will be provided on DMR Form WR-34



Hall Drilling, LLC

Appalachian Basin

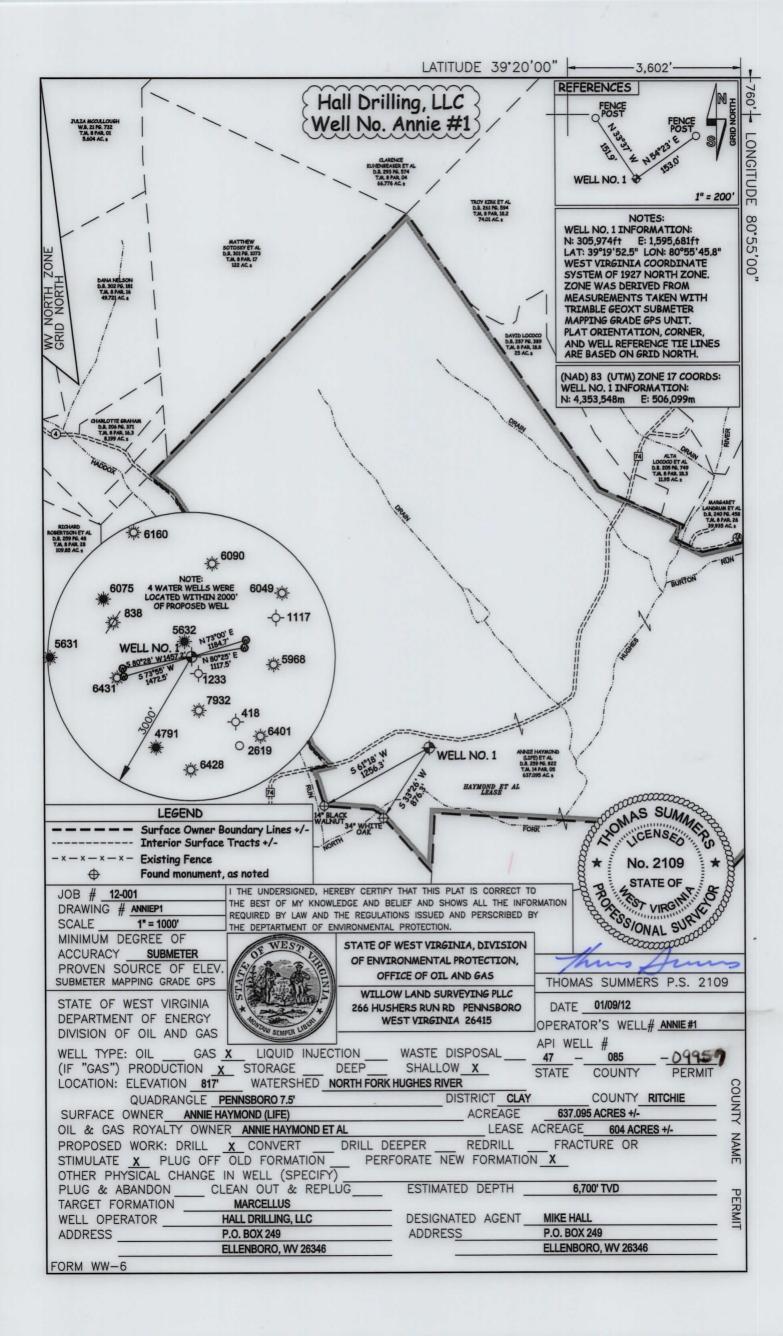
Annie #1

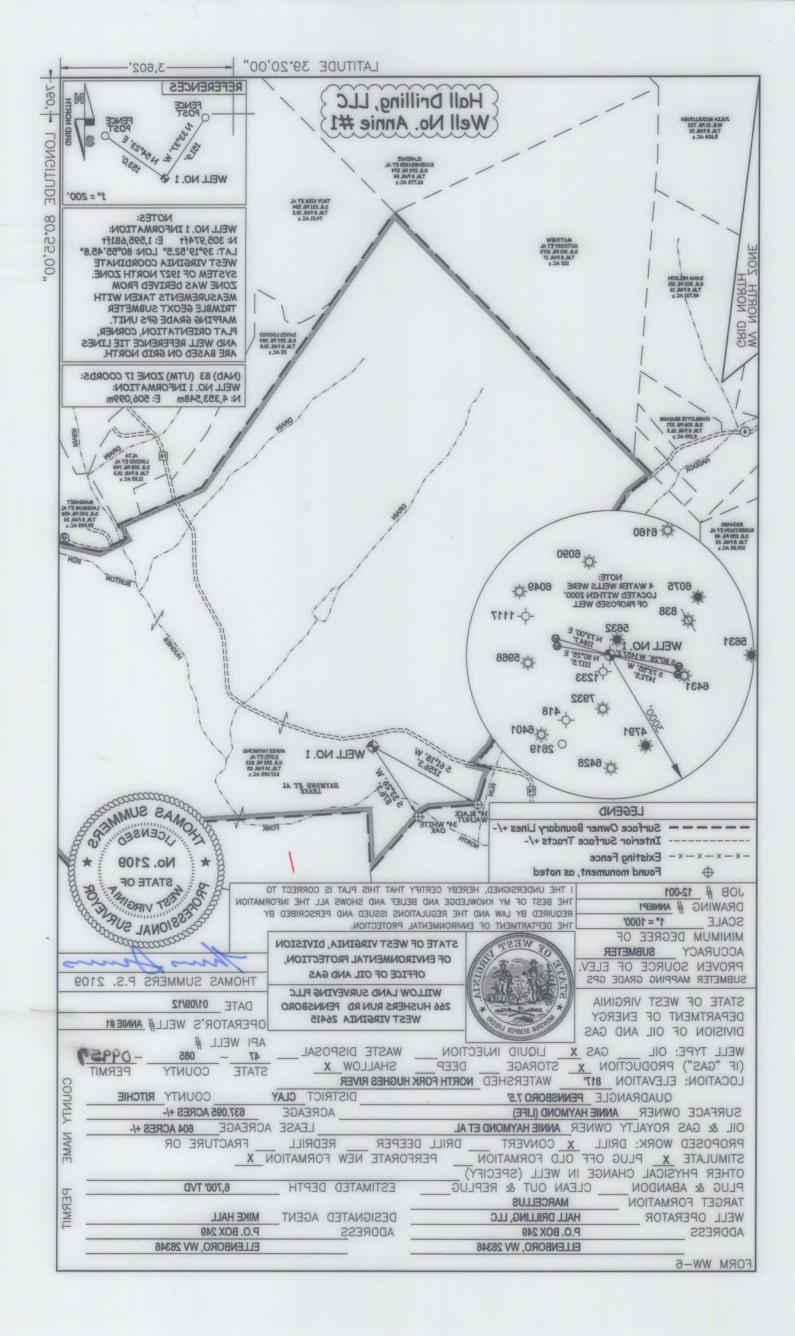
Ritchie County

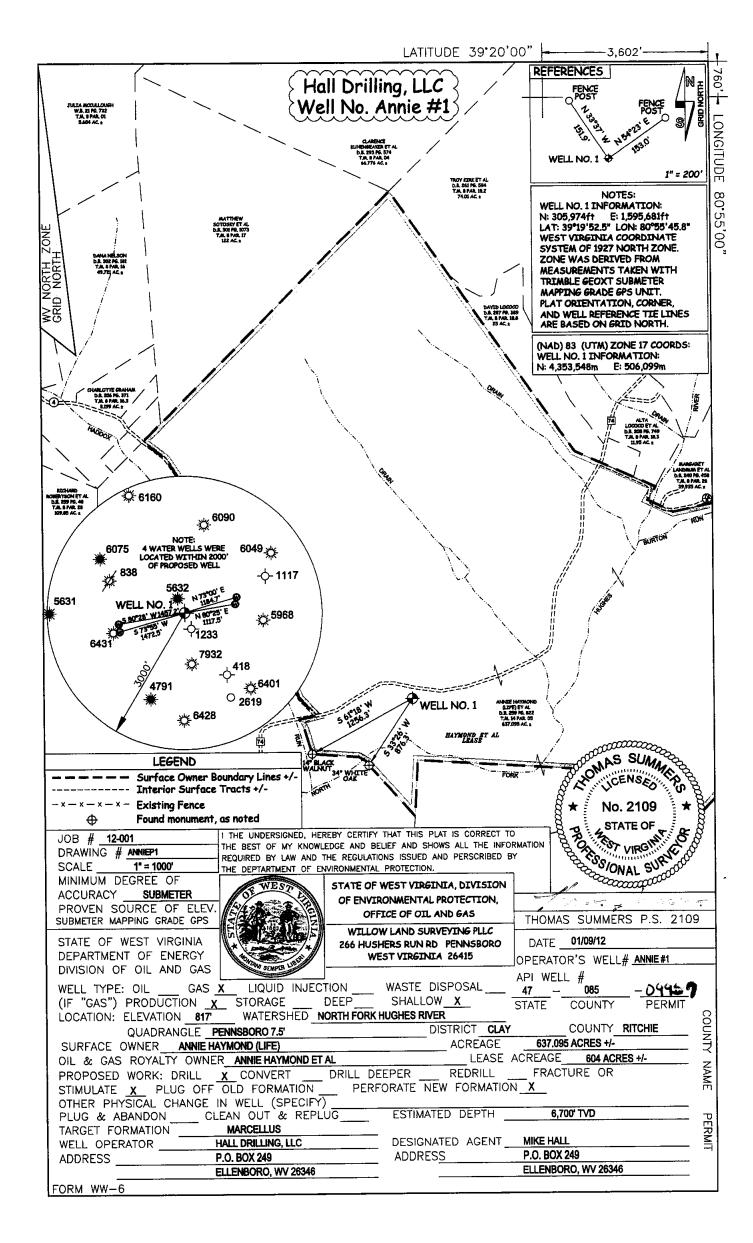
Resto Scale - 1: 24,000

RESIO SCALE - 1: 24,000

RESIO





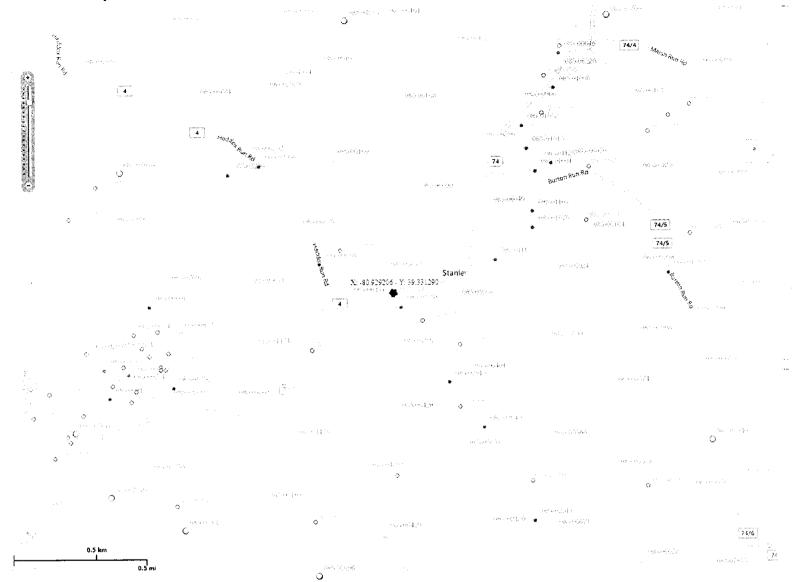


CHECKLIST FOR FILING A PERMIT

	New Well
	WW-2B
X	Inspector signature on WW-2B
	WW-2A (Notarized)
	Certified Mail Receipts, Waivers, or Affidavits of Personal Service
X	Surface Owner Waiver
$\sqrt{\Lambda}$	Coal Owner / Lessee /Operator Waiver · Durface v arl owner Came - don't
	Surface Owner Waiver Coal Owner / Lessee / Operator Waiver · Durface · Carl Owner · Dame - don't h WW-2A-1 (Signed) Showing Book/Page Number and Royalty Percentage WW-2B-1 (Normal addresses and spot on topographical map listed as water testing)
	WW-2B-1 (Names, addresses, and spot on topographical map listed as water testing)
	WW-9 (Page 1 & 2) (Notarized)
	More than 5,000 bbls
X	Inspector Signature on WW-9
	Reclamation plan Topographic Map of location of well . apot a black hole - Plat Spot Mylar Plat (Signed and Sealed) (Surface owner on plat matches WW-2A)
J	Topographic Map of location of well . apot in a black hole - Vlat VOT
V	Mylar Plat (Signed and Sealed) (Surface owner on plat matches WW-2A)
	Bond
	Company is Registered with the SOS
V	Warker's Compensation / Unemployment Insurance account is OK
(Jus	9\$650.00 check (\$550.00 if no pit)
	Mine Data
	Addendum
	Flow Distance to Nearest Intake 22.4 miles
\mathcal{M}	Horizontal Rule Series 8 Effective August 30, 2011-Well Sites Greater Than 3 Acres
121	Erosion and Sediment Control Plan
	Site Construction Plan
1/4	Well Site Safety Plan
NA	Water Management Plan (Plan to withdraw 210,000 gallons or more during any one month period)
1	Ithin a Municipality
h,	Class I Legal Advertisement in Newspaper for first permit on well pad
	Professional Engineer/Company has COA
	and a long liver black

Map from a Flex Viewer application

Powered by ArcGIS



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SURFACE OWNER WAIVER

County	Ritchie	Operator Operator well nur	Hall Drilling,	LLC					
		•	-						
	INSTRUCTIONS TO SURI	FACE OWNERS NAME	D ON PAGE WW2-A						
If the surface to appeared on the betheonly ow	The well operator named on page WW2A is applying for a permit from the State to do oil or gas well work. (Note: If the surface tract is owned by more than three persons, then these materials were served on you because your name appeared on the Sheriff's tax ticket on the land or because you actually occupy the surface tract. In either case, you may be the only owner who will actually receive these materials.) See Chapter 22 of the West Virginia Code. Well work permits are valid for 24 months. If you do not own any interest in the surface tract, please forward these materials to the true owner immediately if you know who it is. Also, please notify the well operator and the Office of Oil and Gas. NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT. WHERE TO FILE COMMENTS AND OBTAIN ADDITIONAL INFORMATION Office of Oil & Gas								
Chief, Office of Department of	Oil and Gas Environmental Protection		IΔN	1 8 2012					
601 57 th St. SE Charleston, W\			JAIT	10 2010					
(304) 926-0450)		WV Dep	artment of					
rime Limits ar operator files he filed in personal person	is Application. You have FIFTEEN (on or received in the mail by the Chie date. Check with your postmaste u have been contacted by the well oper described in these materials, then the mail by the contacted by the well oper described in these materials, then the materials and the sents must be in writing. Your contame and well number and the approaction. You may add other documents hief has the power to deny or conditione proposed well work will constitute at e soil erosion and sediment control pumage would occur to publicly owned to expressed well work fails to protect the applicant has committed a substance of the rules promulgated under Character of the rules promulgated under Charac	15) DAYS after the filine of soffice by the time soffice by the time soffice of the end of the permit may be issumments must include you oximate location of the soffice work permit bat hazard to the safety of lan is not adequate or elands or resources; fresh water sources or soffice maintains a list of the safety of lands or resources or soffice maintains a list of the safety of lands or resources or soffice maintains a list of the safety of lands or resources or soffice maintains a list of the safety of lands or resources or soffice maintains a list of lands of the safety of lands of the safety of lands or resources or soffice maintains a list of lands of the safety of lands of	naterials to be served on the before it g date to file your comments. Commetated above. You may call the Chief delivery time or to arrange special gned a "voluntary statement of no of ed at any time. Our name, address and telephone not proposed well site including district a ps or photographs to support your consed on comments on the following graphs or proposed well site including district a persons. If the following graphs to support your consed on comments on the following graphs or proposed well are review of the violation of the order denying the permit, you water testing laboratories which you the Chief to obtain a copy. BJECTION Inditing of pages 1 through including or proposed well work on my surface.	redit Protection nents must I's office to expedited ojection" to umber, the and county omments. rounds: n of one or tion". ou should ou can hire Notice and ling a work ce land as					
FOR EXECUTI	ON BY A NATURAL PERSON	FO	REXECUTION BY A CORPORATION	N, ETC.					
	gnature B. Haynend int Name	Company Name By Its	Hall Drilling, LLC Michael T. Hall President Signature	Date 1/17/2012 //2/2 Date					
			Oignature	Date					

CERTIFIED MAIL RECEIPT ANNIE 1 SURFACE OWNER NOTIFICATION

Instructions

- Each Click-N-Ship® label is unique. Labels are to be used as printed and used only once. DO NOT PHOTO COPY OR ALTER LABEL.
- Place your label so it does not wrap around the edge of the package.
- Adhere your label to the package. A self-adhesive label is recommended. If tape or glue is used, DO NOT TAPE OVER BARCODE. Be sure all edges are secure.
- 4. To mail your package with PC Postage®, you may schedule a Carrier Pickup online, hand to your letter carrier, take to a Post Office™, or drop in a USPS collection box.
- Mail your package on the "Ship Date" you selected when creating this label.

Online Label Record (Label 1 of 1)

Signature Confirmation™ Number: 9410 8036 9930 0027 0408 07

Paid Online

Transaction #: 219895561
Print Date: 01/11/2012
Ship Date: 01/12/2012
Weight: 0 lb 6 oz

Priority Mail® Postage: \$5.34
Signature Confirmation: \$2.05
(Electronic Rate)
Total: \$7.39

From: MIKE HALL Ref#: Annie1

HALL DRILLING, LLC PO BOX 249

ELLENBORO WV 26346-0249

To: ANNIE B. HAYMOND & EDDY LANDRUM

4884 MOUNTAIN DR

PENNSBORO WV 26415-6184

* Commercial Base Pricing Priority Mail rates apply. Signature Confirmation service electronic fee required. Delivery information is not available by phone for the electronic rate. Refunds for unused postage paid labels can be requested online 10 days from the print date. A copy of the recipient's signature will be faxed or mailed upon request by visiting the web site listed below or calling 1-800-222-1811.

CERTIFIED MAIL RECEIPT ANNIE 1 COAL OPERATOR, OWNER, LESSEE NOTIFICATION

Instructions

- 1. Each Click-N-Ship® label is unique. Labels are to be used as printed and used only once. DO NOT PHOTO COPY OR ALTER LABEL.
- 2. Place your label so it does not wrap around the edge of the package.
- 3. Adhere your label to the package. A self-adhesive label is recommended. If tape or glue is used, DO NOT TAPE OVER BARCODE. Be sure all edges are secure.
- 4. To mail your package with PC Postage®, you may schedule a Carrier Pickup online, hand to your letter carrier, take to a Post Office™, or drop in a USPS collection box.
- 5. Mail your package on the "Ship Date" you selected when creating this label.

Online Label Record (Label 1 of 1)

Signature Confirmation™ Number: 9410 8036 9930 0027 0408 07

Paid Online

Transaction #: 219895561 Print Date: 01/11/2012 Ship Date: 01/12/2012 Weight: 0 lb 6 oz

Priority Mail® Postage: \$5.34 Signature Confirmation: \$2.05 (Electronic Rate)

\$7,39

From: MIKE HALL Ref#: Annie1

HALL DRILLING, LLC PO BOX 249

ELLENBORO WV 26346-0249

To: ANNIE B. HAYMOND & EDDY LANDRUM

4884 MOUNTAIN DR PENNSBORO WV 26415-6184

* Commercial Base Pricing Priority Mail rates apply. Signature Confirmation service electronic fee required. Delivery information is not available by phone for the electronic rate. Refunds for unused postage paid labels can be requested online 10 days from the print date. A copy of the recipient's signature will be faxed or mailed upon request by visiting the web site listed below or calling 1-800-222-1811.

HALL DRILLING, LLC

January 12, 2012

Hall Drilling, LLC

981 Washington Avenue Ellenboro, West Virginia 26346

Office: 304-869-3404 Fax: 304-869-3410

West Virginia Department of Environmental Protection Office of Oil and Gas Attn: Ms. Laura Adkins 601 57th Street Charleston, WV 25304

Ms. Laura Adkins:

Hall Drilling, LLC would like to submit the following application for a new well work permit to explore for Marcellus Shale potential. On a **new** well pad consists **one proposed vertical** shallow well (Annie 1) that we are requesting approval to drill.

Attached you will find the completed application and supporting documentation for the proposed well to be drilled for your review and approval.

Please be advised that we have shipped David Cowan the permit package so that he can review and sign off on our WW-2B's and WW-9's. Once he has signed the appropriate documents, Hall will be forwarding them to your office for final review and approval.

If you have any questions please feel free to contact me at (304) 869-3404.

Thank you in advance for your consideration.

Sincerely.

Mike Hall Manager

Hall Drilling, LLc

Enclosures

OF SENT SOUR