

west virginia department of environmental protection

Office of Oil and Gas 601 57th Street SE Charleston, WV 25304 (304) 926-0450 (304) 926-0452 fax Earl Ray Tomblin, Governor Randy C. Huffman, Cabinet Secretary www.dep.wv.gov

October 17, 2014

WELL WORK PERMIT Re-Work

This permit, API Well Number: 47-8702817, issued to KRAKROW, INC., is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

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

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

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

James Martin

Chief

Operator's Well No: 6

Farm Name: TALLMAN, A. D.

API Well Number: 47-8702817

Permit Type: Re-Work Date Issued: 10/17/2014

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.
- Pursuant to 35 CSR 4-19.1.a, at the request of the surface owner all water wells or springs within 1000 feet of the proposed well that are actually utilized for human consumption, domestic animals or other general use shall be sampled and analyzed.
- 3. Pursuant to 35 CSR 4-19.1.c, if the operator is unable to sample and analyze any water well or spring with 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.
- 4. All pits must be lined with a minimum of 20 mil thickness synthetic liner.
- 5. In the event of an accident or explosion causing loss of life or serious personal injury in or about the well or while working on the well, the well operator or its contractor shall give notice, stating the particulars of the accident or explosion, to the oil and gas inspector and the Chief within twenty-four (24) hours.
- 6. During the surface casing and cementing process, in the event cement does not return to the surface, or any other casing string that is permitted to circulate cement to the surface and does not return to the surface, the oil and gas inspector shall be notified within twenty-four (24) hours
- 7. Well work activities shall not constitute a hazard to the safety of persons.
- 8. Operator shall provide the Office of Oil & Gas notification of the date that drilling commenced on this well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov within 30 days of commencement of drilling.

Environmental Protection

10/17/2014

WW - 2B (Rev. 8/10)

Sizes:

Depths Set

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

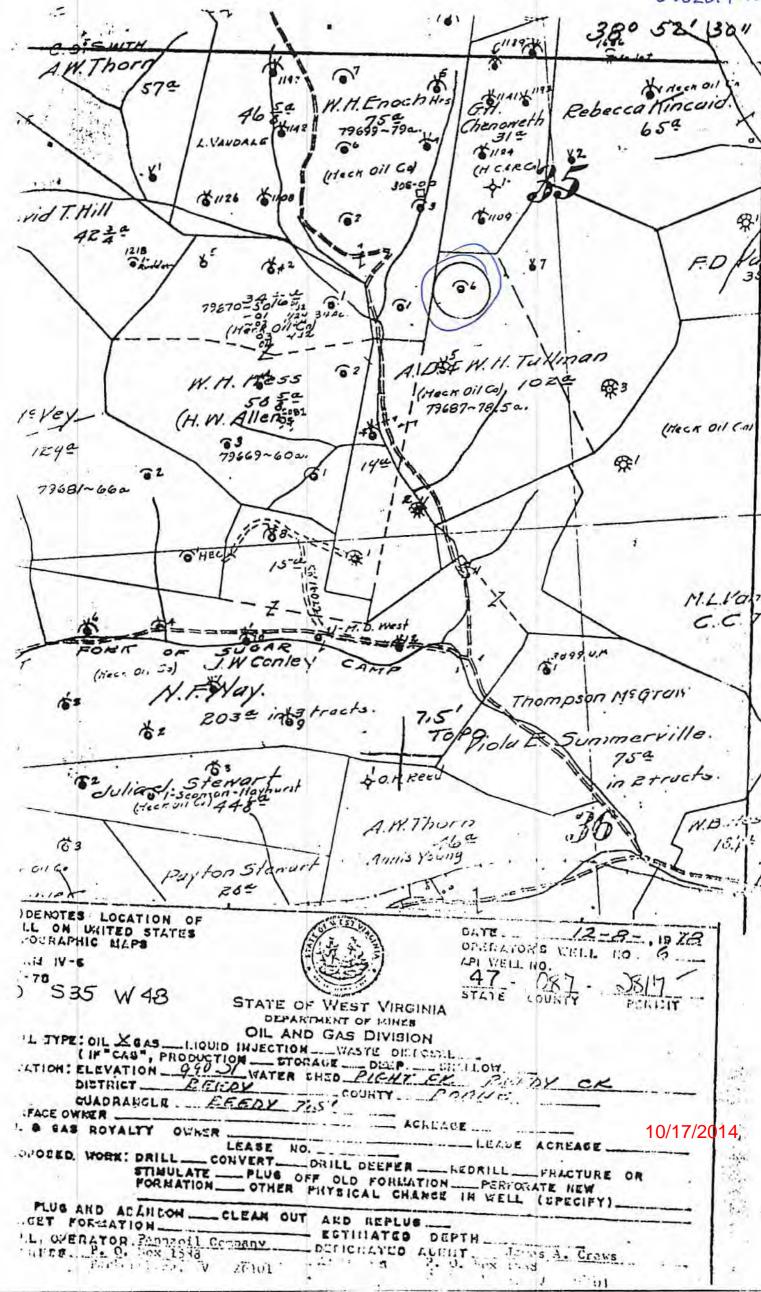
		V	VELL WORK PE	NIVILI AFFLIC	SATION ST	4	57:
I) Well Operator	r: KRA	KROW, IN	IC.	308143	ROANE	REEDY	REEDY
				Operator ID	County	District	Quadrang
2) Operator's W	ell Numb	per: A. D.	TALLMAN #6 (API	#87-2817)	3) Elevation:	992	2
) Well Type: (a) Oil <u>X</u>	or Ga	is_X				
(b)) If Gas:	Produ	ction X / Un	derground Sto	rage		
		Deep	/ 8	Shallow X			
 Proposed Tot Approximate 	al Depth fresh wa	n: ²⁶⁵⁰ ater strata	EBEREA Feet A depths: 1ST PITT WATER 1457', SALT	Formation at I	, 2ND PITTSBURGH	al Depth: BEF	2565' - 2605' REA
(S: NONE REPOR				
Approximate	void de	enths (co	al, Karst, other):	NONE KNOWN	Į		
							_
11) Does land co	ontain c	oal seam	s tributary to ac	tive mine? N	10		_
2) Describe prop	osed we	ell work ar	nd fracturing meth	nods in detail (a	ttach additiona	al sheets if ne	eded)
The state of the s			AN OUT WELL AN				
A THE RESIDENCE OF THE PROPERTY OF		a surviva surviva	IK-SAND OR FOA				
1/2" WE WILL RU	N 3 1/2" I	NIEW O	F 4 1/2" CASING A	IND CEMENT U	INTOEXISTIN	IG 5 1/2" AND	6 5/8".
(3)	111	CIL. CA	SING AND TU	BING PROGR	AM		
TYPE S	ECIFIC	ATIONS		FOOTAGE	INTERVALS	S CEME	NT
XIG	Size	Grade	Weight per ft	For Drilling	Left in Well	Fill -up (Cu	ı. Ft.)
Conductor							
Fresh Water							
Coal							
Intermediate	6 5/8			2260' 4"	2260' 4"	EXISTING PRO	DDUCTION
Production	4 1/2	J55	11.6#	2650'	2650'	135 CL	LET.
Tubing					- 0	me of Oil	and Cas
Liners						8.7.17	124
Packers: Kind:					- A	WATTER	

N. S. M. E.	Тор	Bottom	Messurement	Romarks	\Box
of Palu.	704	794			17
Hatil	737				
Pol.	837	876			
Rittle Dunhara	1177	1195			
By Dunhards	1431	1304			
Water 2 Bailers	1494				1_1
Hatel 26 Fillers	1457				19
Hater , 18 Beiles	158.				
Satt Send	1920	2114			
Hatel	1475	2272			
Same	2/12	2217			-1-8
Heated & Shells	22/7	2548			_1-1
Brown Shall	1541	2565	2565		
And	2565	2605	2303		1-1
,5	2567	2571			1-1
Oil + bu	2571	2605			
But Oak Pay	257/	2598			
Blue Lumit Broken		2610	4.4	sterler	4
State	2605	2670	2012-1-11		
Total Depth		261	•		11
Purhay From	The Hel	oil bo	Ow 11-14-3		
CASING RECORD AS	TALLIF	D. NOT	STEFL LIVE	MEASUREM	INT.
			a n		-
Put in Well Pul	led Out L	oft in Well	. Amount		
100 10 1000 1000			w welling	1	11.
	et In.	Feet In.	Sand a sa	4=4-2596	
Size Feet In Fe		Feet In	_ Sand 257	4=4=3546	. 17
Size Feet in Fe	35 5	Feet In.	Result	4=4=3596	1
Size Feet in Fe		Feet In.	_ Sand 257	4=4=3596	
Size Feet in Fe	35 5	Feet In.	_ Sand 257		
Size Feet in Fe 10° 935 5 9 8'14° 1265 7 12 6'73° 2260 4	35 5	Feet In.	Result		
Size Feet in Fe 10° 935 5 9 8'14° 1265 7 12 6'73° 2260 4	35 5	Feet In.	Result Packer Si	ze.	
Size Feet in Fe	35 5	Feet In.	Result Packer Si	ze.	

SHOT @ 26051 ON 3/22/1930

10/17/2014

47-087-2817



WW-2A (Rev. 6-14)

1). Date:

SEPTEMBER 8, 2014

2.) Operator's Well Number

A. D. TALLMAN #6 &

State

County

Permit

3.) API Well No .:

47-

087 02817

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

Surface Ov	vner(s) to be served:	5) (a) Coal Operator
(a) Name	O. J. TALLMAN W	Name
Address	373 SUNFLOWER DRIVE	Address
.0.0.30	LEROY. WV 25252	
(b) Name		(b) Coal Owner(s) with Declaration
Address		Name
		Address
(c) Name		Name
Address		Address
Address		Address
6) Inspector	ED GAINER	(c) Coal Lessee with Declaration
Address	P O BOX 821	Name
	SPENCER, WV 25276	Address
Telephone	304-389-7582	
Marcell a stage		AMED ABOVE TAKE NOTICE THAT:
x Included is t		ng contract or contracts by which I hold the right to extract oil and gas
OR		
Included is t	he information required by Chapter	22, Article 6, Section 8(d) of the Code of West Virginia (see page 2)
I certify	that as required under Chapter 22-	-6 of the West Virginia Code I have served copies of this notice and
application, a loc	ation plat, and accompanying docu-	ments pages 1 through on the above named parties by:
	Personal Service (Affidavit at	
X	Certified Mail (Postmarked po	
	Publication (Notice of Publica	
		and 35 CSR 4, and I agree to the terms and conditions of any permit
issued under this	s application.	
I certify	under penalty of law that I have pe	ersonally examined and am familiar with the information submitted on
		based on my inquiry of those individuals immediately responsible for
obtaining the into	ormation, I believe that the informati	es for submitting false information, including the possibility of fine and
imorisonment	are that there are significant penalt	es for submitting false information, instability are possibility of this and
	OFFICIAL SEAL Well Operati	or KRAKROW, INC.
A THE PARTY IN	NOTARY PUBLIC & B	y: You R. Williells
TATE SAME	Patricia L Hall	s: JON R. HILDRETH, PRESIDENT
	40 Arnoldsburg Rd. Addres	s: P O BOX 1007
My Comm	oldeburg, WV 25234 desion Expires Jan. 3, 2022	SPENCER, WV 25276
and the second second	Telephon	e: 304-927-2130
	Ema	il: ROYG@ROYGHILDRETHANDSONINC.COM
Subscribed and	sworn before me this 8TH day	
	Truis L Sall	Notary Public Hite (1907) and Case
My Commission		
Oil and Gas Privacy		3, 2022 Ser 17700
	Tall of the same o	
The Office of Oil an	d Gas processes your personal information	on, such as name, address and phone number, as a 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 of your personal information, please contact DEP's Chief Privacy Officer at 0/17/2014 depprivacyofficer@wv.gov

WW-2A Surface Waiver

SURFACE OWNER WAIVER

County	RCANE	Operator	KRAKROW, INC
		Operator well number	087-02317 - A D TALLMAN #6

INSTRUCTIONS TO SURFACE OWNERS NAMED ON PAGE WW2-A

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.) Sie 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:

Chief Office of Oil and Gas Department of Environmental Protection 601 57th St. SE Charleston, WV 25304 (304) 926-0450

Time Limits and methods for filing comments. The law requires these materials to be served on or before the date the operator files his Application. You have FIFTEEN (15) 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 a dequate 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.

Comments must be in writing. Your comments must 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.

The Chief has the power to deny or condition a well work permit based on comments on the following grounds.

- 1) The proposed well work will constitute a hazard to the safety of persons.
- 2) The soil erosion and sediment control plan is not adequate or effective:
- 3) Damage would occur to publicly owned lands or resources.
- 4) The proposed well work fails to protect fresh water sources or supplies.

If you want a copy of the permit as it is issued or a copy of the order denying the permit, you should request a copy from the Chief.

<u>List of Water Testing Laboratories</u>. The Office maintains a list of water testing laboratories which you can hire to test your water to establish water quality prior to and after drilling. Contact the Chief to obtain a copy

VOLUNTARY STATEMENT OF NO OBJECTION

I hereby state that I have read the instructions to surface owners and that I have received copies of a Notice and Application for a Well Work Permit on Form WW2-A, and attachments consisting of pages 1 through _____ including a work order on F orm WW2-B as urvey plat, and as oil and erosion plan, all for proposed well work on my surface land as described therein.

I further state that I have no objection to the planned work described in these materials, and I have no objection to a permit being issued on those materials.

FOR EXECUTION BY A NATURAL PERS	ON	FOR EXECUTION BY A CORPO	RATION, ETC.
O.J. Tallman	Date 9/11/14 Compa	iny	
Signature	Ву	ECEIVE	:D
O.J.TANMAN	Its	Other of Oil at	nd Gas Date
Print Name		$c \rightarrow 7$.	14
Timeranic		Signature WV Departm	Date କଳା o f
		i - i - montal f	^{rote} qti9 <mark>97/201</mark> 4

WW-	-2A1
(Rev.	1/11)

Or	perator's	Well	Number		

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
EAST WEST RESOURCES, INC.	KRAKROW, INC.	PD ON 1/8	221.23
DANIEL AND RICHARD MOORE, D/B/A			
SUMMIT ENERGY			

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
- WW 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 appropriate aut hority before the affected activity is initiated.

	KRAKROW, INC.
Well Operator:	Jon R. Wildrette
By:Its:	JON R. HILDRETH, PRESIDENT

WV Department of — amontal Prote 10/17/2014 WW-2B1 (5-12)

Well No. A. D. TALLMAN #6 API#087-02817

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 1000 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 operator to perform analysis, and contactor chosen to collect sample.

Certified Laboratory Name REIC LABORATORY - P.O. BOX 286, BEAVER, WV 25813

Sampling Contractor

ROY G. HILDRETH AND SON, INC.

Well Operator KRAKROW, INC.

Address

P. O. BOX 1007

SPENCER, WV 25276

Telephone

304-927-2130

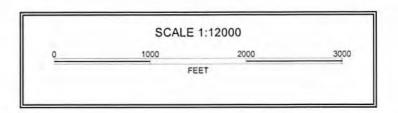
FOR OPERATOR'S USE ONLY: Below, or on an attached page, list those persons which were given this notice. Place an asterisk beside the one(s) that contacted you and requested sampling and analyses. If there were no requests made, indicate by underling which one you have selected to sample and analyze. If there are no water wells or springs within 1000 feet of the proposed site, the Chief may require the operator to test wells up to 2000 feet from the proposed site.

> ARCH G. HUNTER - 86 DAISY LANC, EIKVIEW, WV 25071 Older of Oil and Gas

> > 5.0 . 7 7 114

WV Department of Environmental Protection 10/17/2014





0-1111 15 131

	Page /	of 4
API Number 47 - 387	-62317	
Operator's Well No	A D. TALLA	AAN ≠6

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

RECEIVED Office of Oil and Gas

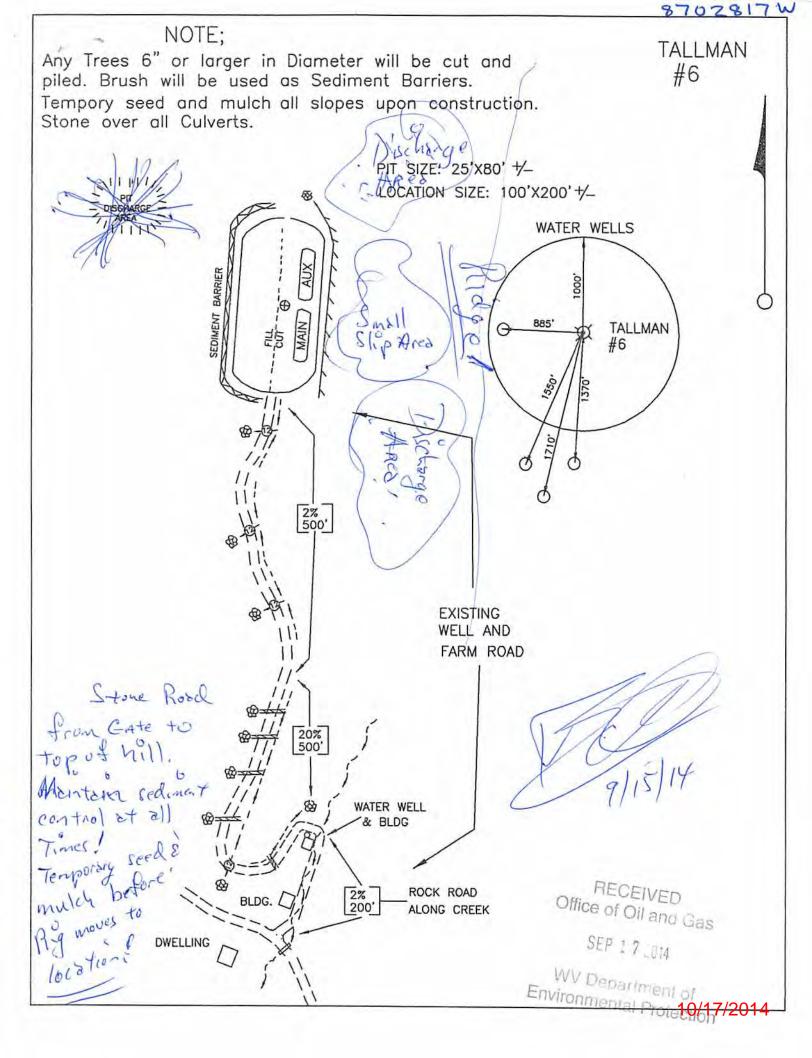
FLUIDS CUTTINGS DISPOSAL & RECLAMATION PLAN

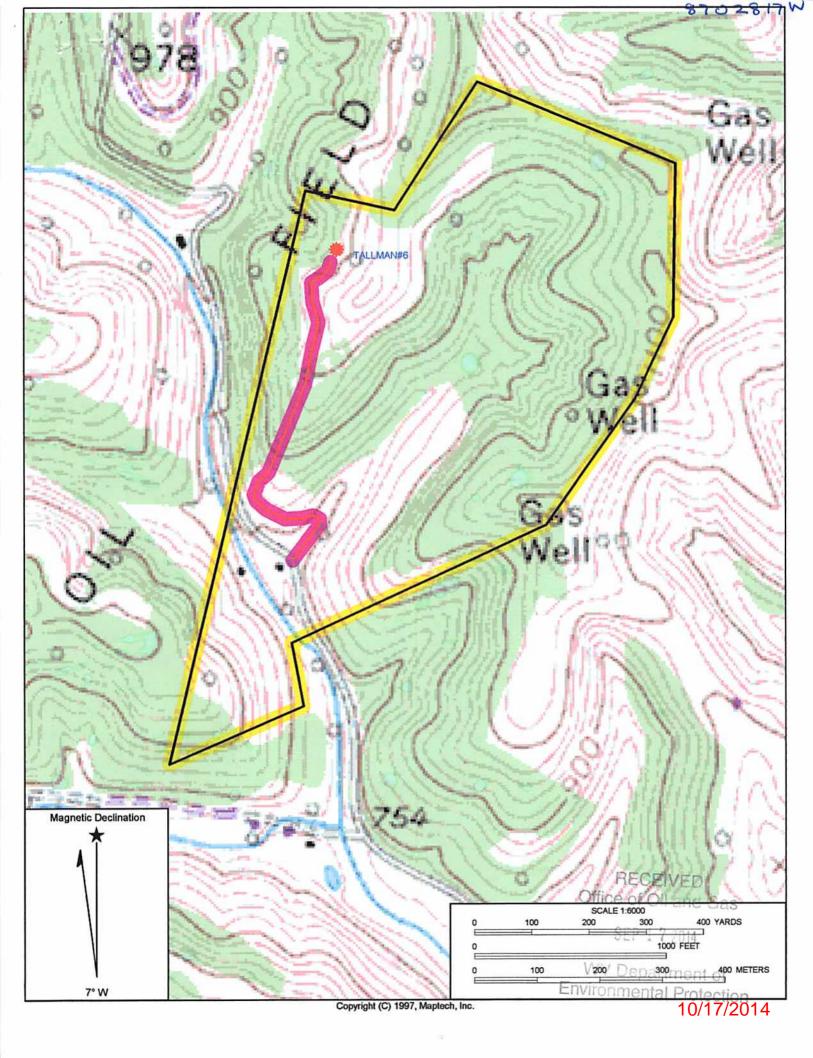
OCT 1 6 2014

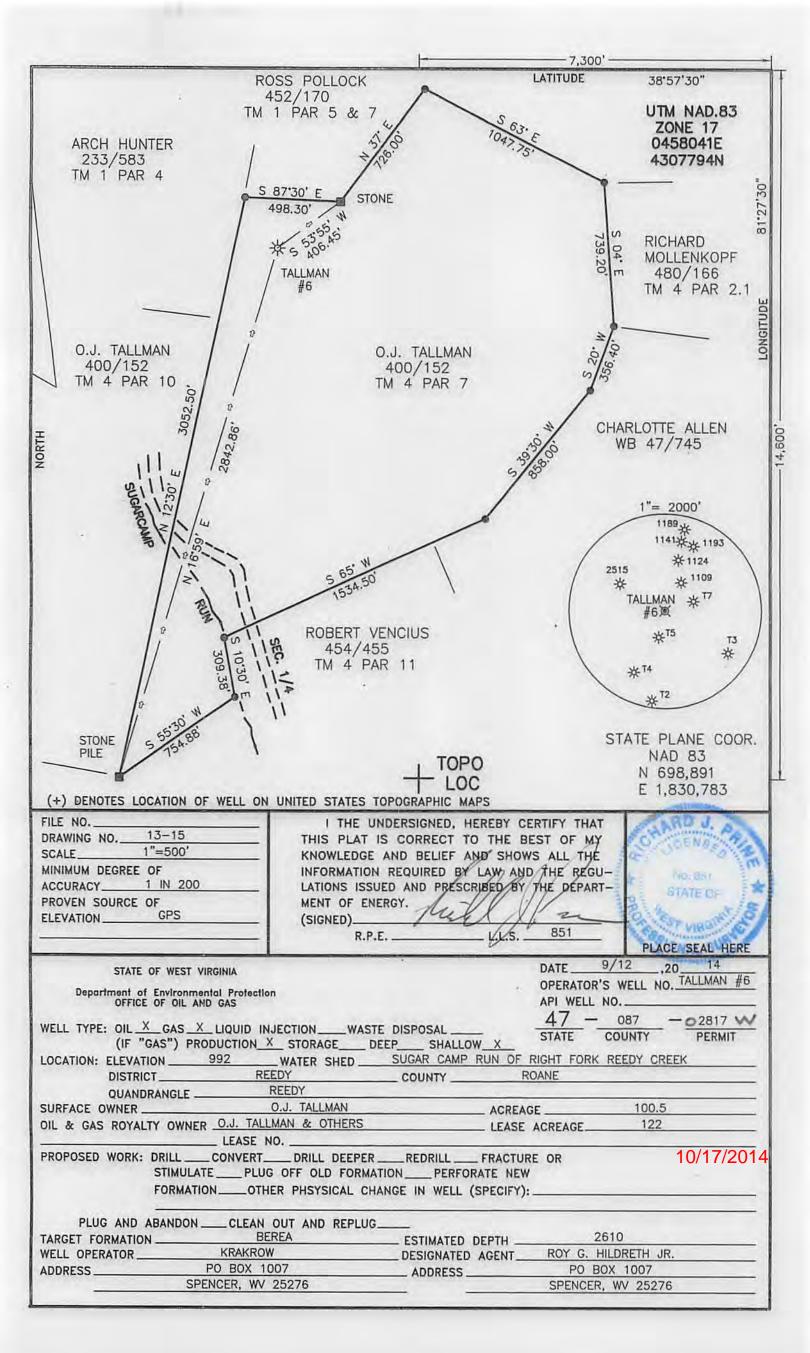
Operator NameKRAKROW, INC.			OP Code	WV Department of Environmental Protect
Watershed (HUC 10) SUGAR CAMP (RUN OF RIGHT FORK RE	EDY CREEK Quadra	ngle RSEDY	
Elevation 992	County	RUANE	District_REEC	YC
Do you anticipate using more than	5,000 bbls of water t	o complete the prop	osed well work? Yes _	/ No X
Will a pit be used for drill cuttings!	Yes X N	0		
If so, please describe antic	ipated pit waste: G	EL WATER, DRILL (CUTTINGS, FRESHWAT	TER
Will a synthetic liner be us				
Proposed Disposal Method				
Land Ap	plication			
		Permit Number)
Kense 18	at API Number			
	Disposal (Supply to		sal location)	* *
Outer (c	-хрини			
vill closed loop system be used?	NO		****	
rilling medium anticipated for this	s well? Air, freshwa	ter, oil based, etc. F	RESHWATER	
-If oil based, what type? S	Synthetic, petroleum.	etc.		
additives to be used in drilling med				17
Fill cuttings disposal method? Le			FAVE IN PIT	
-If left in pit and plan to so			A straight of the stock of the straight of the	
-Landfill or offsite name 'p	ermit number?			
on August 1, 2005, by the Office of provisions of the permit are enforced aw or regulation can lead to enforced a certify under penalty of application form and all attachmentations the information, I believe penalties for submitting false information.	foil and Gas of the reable by law. Violatement action. I law that I have peents thereto and that the informative that the informative that	West Virginia Departure of any term of any term of any term of a secondly examined at, based on my intion is true, accurate possibility of fine of	tment of Environmental recondition of the general and am familiar with the quiry of those individual, and complete. I am	al permit and or other applicable se information submitted on this als immediately responsible for
Committee and the committee of the commi	/	que (STATE OF WEST VIRGINIA
Company Official (Typed Name)				5840 Arnoldsburg Rd. Arnoldsburg, WV 25234
Company Official Title PRESIDE	NT		-	My Commission Expires Jan. 3, 2022
subscribed and sworn before me th	is 8TH d	ay of SEPTEMBER	. 20 14	
Hatriis L	Stall		Notary Pu	blic
My commission expires 01/03/2022	(OLD)		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	10/17/20

Proposed Revegetation Treatment: Acres Distur	rbed 3 Prevegetation pH	5.5
3	6.5	THE STATE OF THE S
Lime Tons/acre or t	to correct to pH	
Fertilizer (10-20-20 or equivalent) 0.2	lbs/acre (500 lbs minimum)	
Mulch_HAY 2	Tons/acre	
	Seed Mixtures	
Area I	Area	11
Seed Type lbs/acre	Seed Type	lbs/acre
ORCHARD GRASS 25	LADINO CLOVER	5
RED TOP COVER 15	KY 31	40
ANNUAL RHY 15	ANNUAL RHY	15
Drawing(s) of road, location,pit and proposed at Photocopied section of involved 7.5' topographi Plan Approved by:		
Photocopied section of involved 7.5' topographi Plan Approved by: Comments:		c 2/1 +
Photocopied section of involved 7.5' topographi Plan Approved by: Comments:	ic sheet.	c all +
Photocopied section of involved 7.5' topographi Plan Approved by: Comments:	ic sheet.	r 7/1 +
Photocopied section of involved 7.5' topographi Plan Approved by: Comments:	ic sheet.	c 7/1 +
Photocopied section of involved 7.5' topographi Plan Approved by: Comments:	ic sheet.	× 7/1 +
Photocopied section of involved 7.5' topographi Plan Approved by: Sediment Title: Typector	ic sheet.	× 7/1 +
Photocopied section of involved 7.5' topographi Plan Approved by: Comments:	Date: 9/15/14	RECEIVE

Wy Department of Environmental Protection 10/17/2014









KRAKROW, INC. OIL & GAS OFFICE LAND DEPARTMENT

758 Arnoldsburg Road • P.O. Box 1007 • Spencer, WV 25276 Phone: (304) 927-2130 • Fax: (304) 927-5933

www.royghildrethandsoninc.com • patty@royghildrethandsoninc.com

STATE OF WEST VIRGINIA DIV OF ENVIRONMENTAL PROTECTION OFFICE OF OIL AND GAS 601 57TH STREET CHARLESTON, WV 25304

September 16, 2014

Re: A. D. Tallman #6

Attn: Kay Holtsclaw

Dear Ms. Holtsclaw:

Please find enclosed our "Notice and Application for a Well Work Permit" which is a "Re-Work" for A. D. Tallman #6. I have also enclosed our check in the amount of \$650.00 for the permit fee. If you have any questions, please contact me at the above number.

Sincerely,

Jon R. Hildreth

Heldrein (pl

President

Office of the and Gas

5-7-7 014

We I the manufaction of

Control of the P. (71)

JRH:plh Enclosures

Cert Mail No. 7009-0820-0000-6448-6174