

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

July 22, 2015

WELL WORK PLUGGING PERMIT

Plugging

This permit, API Well Number: 47-8703016, issued to HG ENERGY, 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.

Upon completion of the plugging well work, the above named operator will reclaim the site according to the provisions of WV Code 22-6-30. The above named operator will also file, as required in WV Code 22-6-23, an affidavit on form WR-38 by two experienced persons in the operator's employment and the Oil and Gas inspector that the work authorized under this permit was performed and a description given. Failure to abide by all statutory and regulatory provisions governing all duties and operations here under may result in suspensions or revocation of this permit and in addition may result in civil and/or criminal penalities being imposed upon the operator.

This permit will expire in two (2) years from date of issue. If there are any questions, please free to contact me at (304) 926-0499 ext. 1654.

James Martin

Operator's Well No: 4

Farm Name: BAYS, P. A.

API Well Number: 47-8703016

Permit Type: Plugging
Date Issued: 07/22/2015

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. All pits must be lined with a minimum of 20 mil thickness synthetic liner.
- 2. 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.
- 3. Well work activities shall not constitute a hazard to the safety of persons.

WW-4B Rev. 2/01

1) Date June 5	, 2015
2) Operator's	
Well No. PA Bays 4	
3) API Well No. 47-	087 - 3016

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

	OFFICE OF	OIL AND GAS
	APPLICATION FOR A PERM	MIT TO PLUG AND ABANDON
4)	Well Type: Oil X / Gas/ Liquid	d injection/ Waste disposal/
		derground storage) Deep/ Shallow_X_
		Lourol Fork
5)	Location: Elevation 1054' District Smithfield	Watershed Laurel Fork County Roane Quadrangle Looneyville 7.5'
	District Similaried	County Nounce Quadrangle Looney vine 7.5
6)	Well Operator HG Energy, LLC	7) Designated Agent Diane White
-,	Address 5260 Dupont Road	Address 5260 Dupont Road
	Parkersburg, WV 26101	Parkersburg, WV 26101
8)	Oil and Gas Inspector to be notified	9) Plugging Contractor
	Name Ed Gainer	Name_ To be Determined Upon Approval of Permit
	Address P. O. Box 821	Address
	Spencer, WV 25276	
	Work Order: The work order for the man	
		Office of Oil and Gas
		JUN 1 8 2015
		WV Department of Environmental F. Jiection

Notification must be given to the district oil and gas inspector 24 hours before permitted work can commence.

Work order approved by inspector

Date

07/24/2015

WW-4B Rev. 2/01 1) Date: June 5, 2015
2) Operator's Well Number
P. A. Bays 4
3) API Well No: 47 - 087 - 3016
State County Permit

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

APPLICATION FOR A PERMIT TO PLUG AND ABANDON

4)	WELL TYPE:	Oil	x Gas	Liquid Inject		Waste Dispo		
		(If "Gas	", Production	Underground	Storage) Deep	Sh	allow x
5)	LOCATION:	Elevation:	1054'	Watershed:	Laurel Fork			
		District:	Smithfield	County:	Roane	Qı	adrangle	Looneyville 7.5'
6)	WELL OPERA	TOR: HG Ene	ergy, LLC	494497948	7) DESIGNAT	TED AGENT	Diane V	Vhite
	Address	5260 D	upont Road			Address	5260 D	upont Road
		Parkers	burg, WV 26101			_	Parkers	burg, WV 26101
8)	OIL & GAS IN	SPECTOR TO	BE NOTIFIED		9) PLUGGING	G CONTRACT	OR	
	Name	Ed Gainer			Name	To Be Deterr	nined Upon	Approval of Permit
	Address	P. O. Box 82	1		Address			
		Spencer, WV	/ 25276		_			

10) WORK ORDER: The work order for the manner of plugging this well is as follows:

TD- 2189'

Manners of plugging;

Plug #1 2100' - 2000'

If unable to pull all 5 1/4" casing - free point, part and pull (approx 1500')

Plug #2 -located at 5 1/2" casing stub approx 1550' - 1450'

Plug #3 -located at 8 1/4" casing shoe / elevation 1100' - 900'

If unable to pull all 8 1/4" casing - free point, part and pull (approx 700')

Plug #4 - located at 8 1/4" stub, approx 750' - 650'

Plug #5 - pull all possible 10", plug 300' - surface

MOICHTE 10" & 8/4"
WAS PULLED SWIM

6% Gel between all plugs

Monument min. 6" metal pipe, 30" above surface, 10' in well below surface, sealed w/cement & API ID

Office of Oil and GHE

JUN 18 J 7

WV Department of Environmental Fundamental

Well: P.A. Bays #4 Elevation 1054' Casing Information Depth Weight Size 10" 240 #/ft. #/ft. 8 1/4 985 14#/ft. 5 1/2 2138 **Bottom Hole Cement Level Calculations** Cement Depth # Sacks Used 70 1599.028 **Casing Size** Depth Hole Size 2138 5.5 7 bbls / ft. diameter delta Conv. Factor 0.018214 18.75 1029.4 cubic ft. per vertical ft. depth 0.102265276 Sacks per vertical ft. depth 0.1298769 ← Edit Yield Options

Monument min. 6" dia.metal pipe, 30" above surface, 10' in well below surface, sealed with cement, API id.

Freepoint Cut and Pull Casing					
Size	Approx. Depth				
5 1/2	1500				
8 1/4	700				
10	200				

5

3

2

TD 2189 '

Cement Plugs							
NO.	Bottom	Тор					
1	2100	2000					
2	1550	1450					
3	1100	900					
4	750	650					
5	300	0					

Yield options

50/50 posmix 6% gel = 1.64 Neat w/ salt flakes = 1.19 50/50 w/ 2% gel = 1.27 Perforation 2137' - 2187'

Note: 6% gel between all plugs

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Office of Oil and Gas

JUN 1 8 2015

WV Department of Environmental Protection

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07/24/2015

WW-4A Revised 6-07

(a) Name

4) Surface Owner(s) to be served:

Marvin G. Miller et al.



1) Date: June 5, 2015

2) Operator's Well Number P. A. Bays 4

3) API Well No.: 47 -

087 - 3016

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF APPLICATION TO PLUG AND ABANDON A WELL

5) (a) Coal Operator

Name

Address	4326 Clay Road	Address	
	Spencer, WV 25276		
(b) Name		(b) Coal Ow	rner(s) with Declaration
Address		Name	NA
	0.5	Address	
(c) Name		Name	
Address		Address	
Address	0	_	
6) Inspector	Ed Gainer	(c) Coal Les	ssee with Declaration
Address	P. O. Box 821	Name	NA
	Spencer, WV 25276	Address	
Telephone	304-389-7582	_	
accompany Protection, the Applic	ying documents for a permit to plug and abandon a visit respect to the well at the location described or	well with the Chief of the n the attached Application or certified mail or de- ery to the Chief.	operator proposes to file or has filed this Notice and Application and e Office of Oil and Gas, West Virginia Department of Environmental on and depicted on the attached Form WW-6. Copies of this Notice, livered by hand to the person(s) named above (or by publication in RECEIVED Office of Oil and Gas
	By:		ne khite
- Indianas	The state of the s	Agent	JUN 1 8 2015
STREET VI	OFFICIAL SEALITS: NOTARY PUBLIC STATE OF WEST VIRGINITIES	5260 Dupont Road	
1 Harris	STATE OF WEST VIRGINIA	Parkersburg, WV 26	WV Department of
	5260 Dupont Road Telephone Parkersburg West Virginia 26101	304-420-1119	Environmental Projection
	My Commission Expires Oct. 4, 2016		211111111111111111111111111111111111111
Subscribed and	sworn before me this 5th di	ay of June	Notary Public
My Commission	n Expires Oct 4 2	014	
Oil and Gas Priva	acy Notice		
	A CONTRACTOR OF THE PROPERTY O		a address and above number as a next of our
The Office of Oil	and Gas processes your personal inform	ation, such as nan	ne, address and phone number, as a part of our

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 depprivacyoffier@wv.gov.

WW-9 Rev. 5/08

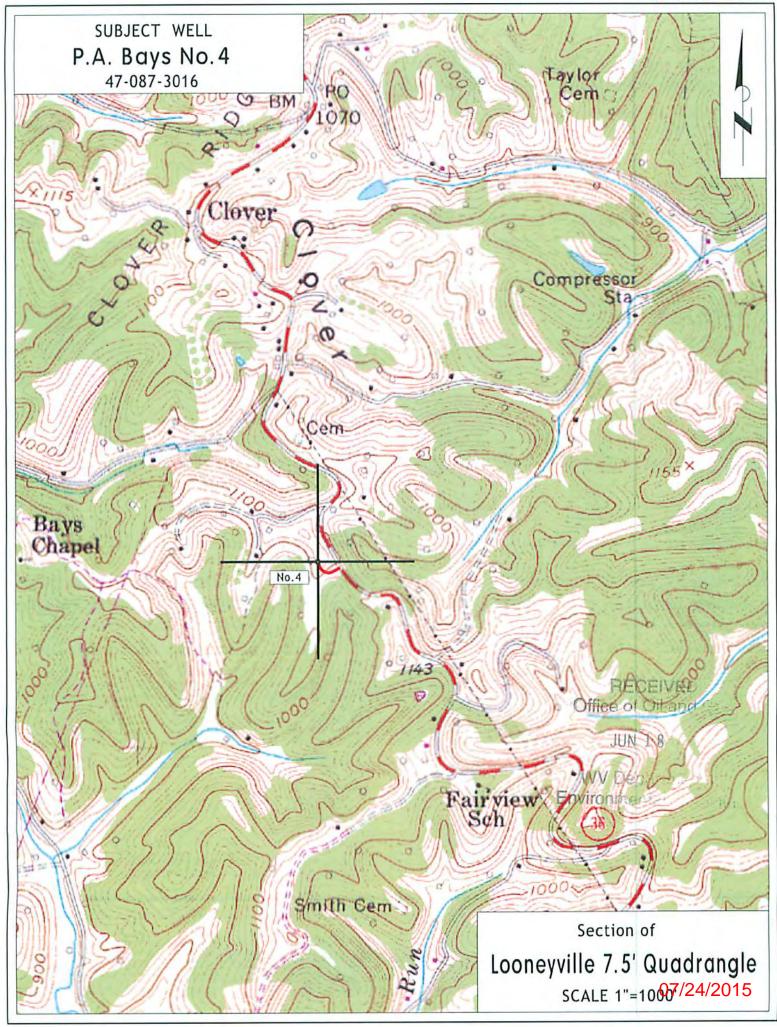
Pa	nge	of	
API Number 47 - 08	7	3016	
Operator's Well No.	P. A. Bays 4		

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

CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM

GEN	ERAL PERMIT FOR OIL AND	GAS PIT WASTE	DISCHARGE	
Operator Name HG Energy,	LLC	OF	Code 494497948	
Watershed Laurel Fork				
Elevation 1054'				
Description of anticipated Pit Wast				
Will a synthetic liner be used in the				
Reuse (for disposal location	on))
Proposed Work For Which Pit Wil Drilling Workov Other (1)		Swabbing Plugging		
on August 1, 2005, by the Office o provisions of the permit are enforced law or regulation can lead to enforce	ceable by law. Violations of an cement action. I law that I have personally ex ents thereto and that, based on we that the information is true,	nia Department of E by term or condition camined and am far in my inquiry of the courate, and con	invironmental Protection. In of the general permit al In miliar with the informat Inhose individuals immedia In am aware that	ion submitted on this liately responsible for
Company Official Signature	Diane White			RECEIVED
Company Official (Typed Name)	Diane White		——————————————————————————————————————	e of Oil and Gas
Company Official Title	Agent			JUN 1 8 25.5
			WV	Department of
Subscribed and sworn before me the	his 5th day of Ju	ıne	, _{20_} 15 ^{Enviror}	nmental a predion
S Dian	mr Dulang		Notory Public	
	Oct 4,2016		STATE OS DIA	FICIAL SEAL TARY PUBLIC DF WEST VIRGINIA NNE DULANEY O Dupon Road g. West Virginia 26101 pon Expires Cec. V. 2018 5

		L	EGEND	
Property Boundary			Diversion Control	WILLIAM TO THE STREET
Rond = = = = =	=====		Spring O	
Existing Fence — X -			Wet Spot	
Planned Fence / _	_/_/_		Drain Pipe with size in inches	@ >
Stream / 1.7	7	7	Waterway \iff	$\Leftrightarrow \Leftrightarrow \Leftrightarrow \Leftrightarrow$
Open Ditch			Cross Drain	111111111
Rock 635682			Artificial Filter Strip	XXXXXXXXXXXXX
North N			Pit: cut walls	2007
Buildings			Pit: compacted fill walls	Will the same of t
Water wells			Area for Land Application of P	it Waste
Drill site				
Proposed Revegetation Treat	ment: Acres Disturbed	0.7	Prevegetation pl	H
. 3	Tons/acre or to corre			
Fertilizer (10-20-20	or equivalent)500	lbs/a	cre (500 lbs minimum)	
Mulch Straw	2	Tons/ac	re	
Willen		_10113/40		
		Seed	Mixtures	
Arc	ea I		Are	ea II
Seed Type	lbs/acre		Seed Type	lbs/acre
Tall Fescue	40		Tall Fescue	40
Ladino Clover	5		Ladino Clover	5
		_		
Attach: Drawing(s) of road, location,			cation.	
Photocopied section of involve	ved 7.5 topographic sheet			RECEIVED
				Office of Oil and Ga
Plan Approved by:				Office of Off and tha
				JUN 18
Comments:				W/V De-
				WV Department of
Title: Lasoe	ector		Date: 6/10/15	Environments: in .sect
) W	. \) No	
Field Reviewed?) Yes (_) No	
				07/24/2015



WW-7 5-02

West Virginia Department of Environmental Protection Office of Oil & Gas

WELL LOCATION FORM: GPS

API:4	7- 087 - 3016		WELL NO:	4
FARM NAME:	P.A. Bays No.4			
RESPONSIBLE PARTY	NAME: H.G	G. Energy, LLC		
COUNTY:	Roane		DISTRICT:	Smithfield
QUADRANGLE:	Looneyville 7.	5'		
SURFACE OWNER:	Marvin G. Mi	ller et al.		
ROYALTY OWNER:	H.G. Energy,	LLC et al.		
UTM GPS NORTHING:	4,285,04	6 (NAD 83)	_	
UTM GPS EASTING:	475,225	(NAD 83)	GPS ELEVATION:	346 m. (1054.
Oil & Gas will not accep 1. Datum: N height ab 2. Accuracy	ation plat for a plugging p t GPS coordinates that do IAD 1983, Zone:17 Nort ove mean sea level (MSL to Datum - 3.05 meters lection Method:	not meet the fol h, Coordinate U	llowing requirements:	
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Diane White	Diane C. White		Designated At	wironmental 5 sector
Signature	E inite Ci ii iiii	 -	Title	marining mary
June	5, 2015			
Date	THE THE ST			