

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

September 26, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-9101306, issued to PDC MOUNTAINEER LLC, is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

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

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

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

James Martin

Chief

Operator's Well No: VELTRI 1HM

Farm Name: VELTRI, ANTHONY J.

API Well Number: 47-9101306

Permit Type: Horizontal 6A Well

Date Issued: 09/26/2014

PERMIT CONDITIONS

West Virginia Code § 22-6A-8(d) allows the Office of Oil and Gas to place specific conditions upon this permit. Permit conditions have the same effect as law. <u>Failure to adhere to the specified permit</u> conditions may result in enforcement action.

CONDITIONS

- 1. This proposed activity may require permit coverage from the United States Army Corps of Engineers (USACE). Through this permit, you are hereby being advised to consult with USACE regarding this proposed activity.
- 2. If the operator encounters an unanticipated void, or an anticipated void at an unanticipated depth, the operator shall notify the inspector within 24 hours. Modifications to the casing program may be necessary to comply with W. Va. Code § 22-6A-5a (12), which requires drilling to a minimum depth of thirty feet below the bottom of the void, and installing a minimum of twenty (20) feet of casing. Under no circumstance should the operator drill more than fifty (50) feet below the bottom of the void or install less than twenty (20) feet of casing below the bottom of the void.
- 3. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the moisture content of the fill material shall be within limits as determined by the Standard Proctor Density test of the actual soils used in specific engineered fill, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort, to achieve 95 % compaction of the optimum density. Each lift shall be tested for compaction, with a minimum of two tests per lift per acre of fill. All test results shall be maintained on site and available for review.
- 4. Operator shall install signage per § 22-6A-8g (6) (B) at all source water locations included in their approved water management plan within 24 hours of water management plan activation.
- 5. Oil and gas water supply wells will be registered with the Office of Oil and Gas and all such wells will be constructed and plugged in accordance with the standards of the Bureau for Public Health set forth in its Legislative rule entitled Water Well Regulations, 64 C.S.R. 19. Operator is to contact the Bureau of Public Health regarding permit requirements. In lieu of plugging, the operator may transfer the well to the surface owner upon agreement of the parties. All drinking water wells within fifteen hundred feet of the water supply well shall be flow tested by the operator upon request of the drinking well owner prior to operating the water supply well.
- 6. Pursuant to the requirements pertaining to the sampling of domestic water supply wells/springs the operator shall, no later than thirty (30) days after receipt of analytical data provide a written copy to the Chief and any of the users who may have requested such analyses.
- 7. If any explosion or other accident causing loss of life or serious personal injury occurs in or about a well or well work on a well, the well operator or its contractor shall give notice, stating the particulars of the explosion or accident, to the oil and gas inspector and the Chief, within 24 hours of said accident.
- 8. During the casing and cementing process, in the event cement does not return to the surface, the oil and gas inspector shall be notified within 24 hours.
- 9. Operator shall provide the Office of Oil & Gas notification of the date that drilling commenced on this well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov within 30 days of commencement of drilling.

WW-6B (9/13)

91-01306 STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GASO WELL WORK PERMIT APPLICATION

				4	2 379
1) Well Operat	or: PDC Mour	ntaineer, LLC.	494494839	Taylor	Courthouse Grafton 7.5'
A 1.50 J. A.			Operator ID	County	District Quadrangle
2) Operator's V	Well Number: _1	НМ	Well Pa	ad Name:V	eltri
3) Farm Name	Surface Owner:	Anthony J. Velt	ri Public Re	oad Access: U	S Rt 119 & 250
4) Elevation, c	urrent ground:	1476' I	Elevation, proposed	d post-constru	etion: 1474'
5) Well Type	(a) Gas	Oil _	Une	derground Sto	rage
	Other				711
	(b)If Gas Sh	allow _	Deep	_	
S. S. C. W. S. C.		rizontal			
Taller Train C.	l: Yes or No No	Different American		-	
			icipated Thickness Thickness = 100' / P		d Pressure(s): x 0.42 psi/ft = 3060 psi)
8) Proposed To	otal Vertical Dep	th: 7982'			
9) Formation a	t Total Vertical I	Depth: Marcellus	S		
10) Proposed T	Total Measured I	Depth: 14,925'			
11) Proposed F	Horizontal Leg L	ength: 6,280'			
12) Approxima	ite Fresh Water S	Strata Depths:	125', 179', 350', 8	525'	
13) Method to	Determine Fresh	Water Depths:	Offset wells: 47-091	1-00825, 00826,	00949, & 00991.
		oths: 2012' (If p			00949, & 00991, ED RECEIVED Gas
15) Approxima	nte Coal Seam D	epths: 144', 298'	, 631', 875'		office of
16) Approxima	nte Depth to Poss	sible Void (coal r	nine, karst, other):	Not Known	Office of
		n contain coal se o an active mine?		1	JUL 0 3 2019 NO No Department of Environmental Protect
(a) If Yes, pro	ovide Mine Info:	Name:			72/1/ 1/ 1/ 1/ 1/ 1/ 1/ 1/ 1/ 1/ 1/ 1/ 1/
		Depth:			
		Seam:			
		Owner:			

WW-6B (9/13)

18)

CASING AND TUBING PROGRAM

091-01306

TYPE	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	20"	N	H-40	94 lb.	70'	70'	Cement to Surface
Fresh Water	13 3/8"	N	H-40	48 lb.	575'	575'	Cement to Surface
Coal	100						
Intermediate	9 5/8"	N	J-55	40 lb.	2,700'	2,700'	Cement to Surface
Production	5 1/2"	N	P-110	20 lb	14,925'	14,925'	3,138 minimum
Tubing							
Liners							

Temus 1. Daywell 9-25-19

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	20"	24"	.756	1,500	1	1.06
Fresh Water	13 3/8"	17 1/2"	.66	1,730	1	1.36
Coal						
Intermediate	9 5/8"	12 1/4"	.790	3,950	1	1.38
Production	5 1/2"	8 1/2" / 8 3/4"	.722	12,640	Н	1.18
Tubing						
Liners						

PACKERS

Kind:		
Sizes:		
Depths Set:		

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Office of Oil and Gas

SEP 2 5 2014

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

19) Describe proposed well work, including the drilling and plugging back of any	y pilot hole:
Drill and Complete a horizontal Marcellus Shale well following all State and Federal guide the production casing will be cemented a minimum of 100' into the intermediate casing if	
20) Describe fracturing/stimulating methods in detail, including anticipated max	pressure and max rate:
Slickwater frac, pumping 85 BBL/min. maximum. Each stage to be comprised of approxir 400,000 lbs of sand. Maximum pressure of 9000 psi	mately 10,000 BBL of water and
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):	14.4 acres
22) Area to be disturbed for well pad only, less access road (acres): 3.36 acre	9S
23) Describe centralizer placement for each casing string:	
Conductor: None Surface: 1 every 90' of pipe and a basket Intermediate: 1 every 7 joints and a basket Production: 1 every 12 Joints in the vertical section, then 1 every 2 joints in the horizonta	l section
24) Describe all cement additives associated with each cement type:	RECEIVED Gas
	JUL 0 8 50/4
25) Proposed borehole conditioning procedures:	WV Department of WV Department of Protection Environmental Protection
hours with high viscosity sweeps ran intermittently.	eighted drilling mud for at least 4
*Note: Attach additional sheets as needed.	



PDC Mountaineer, LLC 120 Genesis Boulevard, PO Box 26 Bridgeport, WV 26330

304-842-3597 304-808-0913 (fax)

CEMENT ADDITIVES ASSOCIATED WITH EACH CEMENT TYPE:

SURFACE: Type 1 cement + 2% CaCl + 0.25 pps Cello Flake

INTERMEDIATE: Pre-Flush Mud Clean 1

Type 1 cement + 2% CaCl + 0.25 pps Cello Flake

PRODUCTION: Pre-Flush Mud Clean 1

LEAD Class H cement + 0.1% bwoc R-3 + 0.25% bwoc CD-32 + 1.2% bwoc FL-62

+ 0.1% bwoc ASA-301 + 0.4% bwoc Sodium Metasilicate + 50.5% fresh water

TAIL Type 1 cement + 0.4% bwoc R-3 + 0.3% bwoc CD-32 + 1% bwoc FL-62

+ 0.15% bwoc ASA-301 + 50.5% fresh water

ADDITIVES:

CaCl (Calcium Chloride)= Accelerator
Cello Flake= Lost circulation control agent
R-3= Retarder
CD-32= Dispersant
FL-62= Fluid loss control agent
ASA-301 Sodium Metasillicate= Free water control & Solid suspension

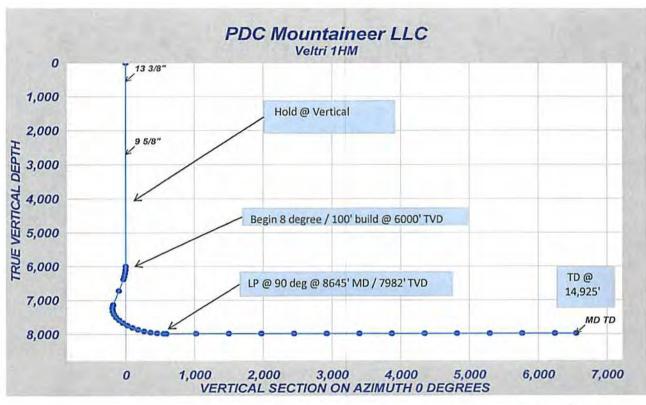
Office of Oil and Gas

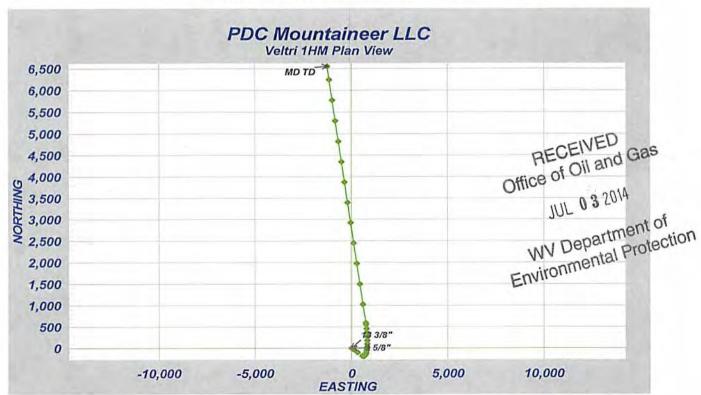
JUL 0 3 2014

WV Department of Environmental Protection

PDC Mountaineer LLC Veltri 1HM Well Plan Taylor County, WV







API Number 47 -	91		01306
Operator's	Well N	o. TH	M

09/26/2014

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name PLD Mountainee	r, LLC	OP Code 494494839	
Watershed (HUC 10) Berkley	Run	Quadrangle Grafton	
Elevation 1474	County Taylor	District Courthouse	
Do you anticipate using more the Will a pit be used? Yes	han 5,000 bbls of water to complete th	e proposed well work? Yes N	o
If so, please describe a			
Will a synthetic liner b	be used in the pit? Yes No	If so, what ml.? 60	
Proposed Disposal Me	thod For Treated Pit Wastes:		
Under Reus Off S	Application erground Injection (UIC Permit Num se (at API Number_To Be Determined Site Disposal (Supply form WW-9 for er (Explain_		
Will closed loop system be used	d? If so, describe: Yes, cuttings go into a	half round where they will be solidified and haule	ed to Meadowfill.
Drilling medium anticipated for	this well (vertical and horizontal)? A	ir, freshwater, oil based, etc. Vertical-air; Ho	orizontal-mud
	e? Synthetic, petroleum, etc.synthetic		
	mcdium? Lime, perma-lose, xan-plex, supp	er sweep, caustic soda, bar, x-cide.	
	Leave in pit, landfill, removed offsite		
	to solidify what medium will be used?		
-Landfill or offsite nan	ne/permit number? Meadowfill Landfill 10	3678WV	
on August 1, 2005, by the Offic provisions of the permit are en law or regulation can lead to en I certify under penalty application form and all attac obtaining the information, I be	te of Oil and Gas of the West Virginia forceable by law. Violations of any forcement action. y of law that I have personally exan thments thereto and that, based on	ions of the GENERAL WATER POLLUT Department of Environmental Protection. Iterm or condition of the general permit at mined and am familiar with the informating inquiry of those individuals immediccurate, and complete. I am awar the fine or imprisonment.	I understand that the thind/or other applicable ion submitted on the lately responsible for the submitted on the lately responsible for the lately responsib
Company Official (Typed Nan	ne) Steven P. Johnson	SEP :	2 3 2014
Company Official Title Agent Subscribed and sworn before m	7-10	Environmen	artment of order lost of order less than the control of the contro
My commission expires	Your ? Due	183 BUCK	NOTARY FUBLIC MARK J. KUNCE DEER CREEK LANE CHANNON, WV 26201 Ion expires December 21, 2021

Form WW-9 Operator's Well No. Veltri 1HM PDC Mountaineer, LLC Proposed Revegetation Treatment: Acres Disturbed 14.4 Prevegetation pH 5.9 Tons/acre or to correct to pH 6.5 10-20-20 Fertilizer type Fertilizer amount at least 500 lbs/acre Mulch 2-3 Tons/acre Seed Mixtures Temporary Permanent Seed Type Seed Type lbs/acre lbs/acre **Timothy Grass Timothy Grass** 40 40 **Orchard Grass** 12 Orchard Grass 12 Redtop Clover 5 Redtop Clover 5 Attach: Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided) Photocopied section of involved 7.5' topographic sheet. Plan Approved by: TO APOE WATERED VERTERPIET WV Department of Environmental Protection Title: all + cas Inspection Date: 6-23-14

Field Reviewed?

Disposal Well Information Sheet (Includes Lat./Long., Operator, and API#)

Disposal Well Name
Ohio Oil Gathering Corp Bells Run
Long Run Disposal Well
Newell Run Disposal Well
6W #4
Greens Run
The K&H Well

Operator Ohio Oll Gathering Corp. Ohio Oil Gathering Corp. Ohio Oil Gathering Corp. Appalachian Oil Purchasers Appalachian Oll Purchasers Central Environmental	API Well # 34-167-2-9395 34-167-2-9658 34-167-2-6385 47-073-02528 47-073-02540 34-009-2-3821	State OH OH OH WV WV OH	County Washington Washington Washington Pleasants Pleasants Athens	(WP Newport Newport Newport	Lat. 39.387 39.391 39.399 39.372	Lon. -81-269 -81-317 -81-273 -81-247
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