

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 25, 2014

WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-9101311, 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.

Chief

James Martin

Operator's Well No: VELTRI 6HM

Farm Name: VELTRI, ANTHONY J.

API Well Number: 47-9101311

Permit Type: Horizontal 6A Well

Date Issued: 09/25/2014

API Number: 4709101311

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 conditions may result in enforcement action.</u>

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

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

		WELL WORK	ERMIT ATTECE	91	-	378
1) Well Operat	or PDC Mo	ountaineer, LLC.	494494839	Taylor	Courthouse	ALCOHOLDS
i, ii en opeiai			Operator ID	County		Quadrangle
2) Operator's V	Well Number:	6 HM	Well Pa	ad Name:V	eltri	
3) Farm Name	Surface Own	er: Anthony J. Vel	tri Public Ro	oad Access: U	S Rt 119 & 250)
4) Elevation, c	urrent ground	: 1476'	Elevation, proposed	d post-construc	ction: 1474'	
5) Well Type	(a) Gas	• Oil	Uno	derground Stor	rage	
	Other _ (b)If Gas	Shallow =	Dans			
	* **	Horizontal	Deep	-		
6) Existing Pac		The second secon				
7) Proposed Ta	nrget Formatio	on(s), Depth(s), Ant	이번 바람이 없는데 그리고 아니다 하나요?			
8) Proposed To	otal Vertical D	Depth: 7982'				
9) Formation a	t Total Vertic	al Depth: Marcellu	S			
10) Proposed T	Total Measure	d Depth: 14,480'	7			
11) Proposed I	Horizontal Leg	g Length: 5,520'				
12) Approxima	ate Fresh Wate	er Strata Depths:	125', 179', 350', &	525'		
13) Method to	Determine Fr	esh Water Depths:	Offset wells: 47-091	-00825, 00826,	00949, & 0099	1.
14) Approxima	ate Saltwater I	Depths: 2012' (If p	resent).			
15) Approxima	ate Coal Seam	Depths: 144', 298'	', 631', 875'			
16) Approxima	ite Depth to P	ossible Void (coal i	mine, karst, other):	Not Known		
		ation contain coal se at to an active mine			No 🗸	
(a) If Yes, pro	ovide Mine In	fo: Name:				
		Depth:			RECEIVE	D
		Seam:		Of	fice of Oil a	nd Gas
		Owner:			0.02	
					JUL 0 85	210

WV Department of Environmental Protection 18)

CASING AND TUBING PROGRAM

091-01311

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							
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	14,480'	14,480'	3,026 minimum
Tubing							
Liners							

Turned 9. Layrech

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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19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
Drill and Complete a horizontal Marcellus Shale well following all State and Federal guidelines. All casing will be new and the production casing will be cemented a minimum of 100' into the intermediate casing if it is not cemented to the surface.
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 approximately 10,000 BBL of water and 400,000 lbs of sand. Maximum pressure of 9000 psi
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):
22) Area to be disturbed for well pad only, less access road (acres): 3.36 acres
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 horizontal section
24) Describe all cement additives associated with each cement type:
See attached sheet.
25) Proposed borehole conditioning procedures:
Surface and intermediate holes are cleaned with air. Production hole is circulated with weighted drilling mud for at least 4
hours with high viscosity sweeps ran intermittently. RECEIVED Office of Oil and Gas
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*Note: Attach additional sheets as needed. WV Department of Environmental Protection
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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

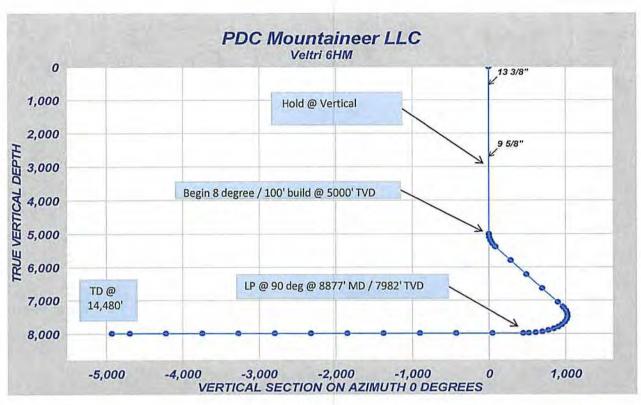
Office of Oil and Gas

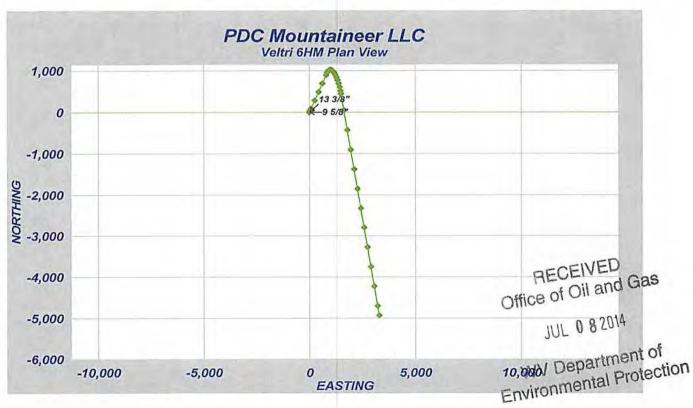
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WV Department of Environmental Protection

PDC Mountaineer LLC Veltri 6HM Well Plan Taylor County, WV







API Number 47 -	A	
Operator's	Well No. Veltri 61	НМ

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

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FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name PDC Mountain	eer, LLC	OP Code 494494839
Watershed (HUC 10) Berkley	/ Run	Quadrangle Grafton
Elevation 1474	County_Taylor	District Courthouse
Oo you anticipate using more	No D	te the proposed well work? Yes Vo No
	anticipated pit waste: Flowback	
		No If so, what ml.?_40
	lethod For Treated Pit Wastes:	
Un Re	nd Application derground Injection (UIC Permit) use (at API Number To Be Determined Site Disposal (Supply form WW-	1
	ner (Explain) for disposar location)
Vill closed loop system be us	ed? If so, describe: Yes, cuttings go in	nto a half round where they will be solidified and hauled to Meadowfilf.
)? Air, freshwater, oil based, etc. Vertical-air; Horizontal-mud
-If oil based, what ty	pe? Synthetic, petroleum, etc. synth	etic
additives to be used in drillin	g medium? Lime, perma-lose, xan-plex	super sweep, caustic soda, bar, x-cide.
	? Leave in pit, landfill, removed o	
	to solidify what medium will be u	
	nme/permit number? Meadowfill Lan	
on August 1, 2005, by the Offi provisions of the permit are ea aw or regulation can lead to ea I certify under pena application form and all atta obtaining the information, I	rice of Oil and Gas of the West Virgonforceable by law. Violations of inforcement action. Ity of law that I have personally achments thereto and that, based	10
Company Official (Typed Na	me) Steven P. Johnson	RECEIVED Gas
Company Official Title Age		Office of Oil and
		111 0 8 2014
Subscribed and sworn before My commission expires	me this Z3 Mb day of	OFFICIAL SEAL STATE OF WEST VIREIMA TO COMPANY FUBLIC OFFICIAL SEAL STATE OF WEST VIREIMA MARK JAKING OFFICIAL SEAL OFFICIAL S

Form WW-9

47 0 9 1 0 1 3 1 1 Operator's Well No. Veltri 6HM

6	14.4	Experience train	5.9
2	ment: Acres Disturbed 14.4	Prevegetation pl	н
Lime 3	Tons/acre or to correct to pH	0.5	
Fertilizer type	7 127		
Fertilizer amount_a	t least 500 _{lbs}	/acre	
Mulch 2 - 3	Tons/ac	cre	
	Seed	<u>Mixtures</u>	
Ter	mporary	Perma	nnent
Seed Type	lbs/acre	Seed Type	lbs/acre
Timothy Grass	40	Timothy Grass	40
Orchard Grass	12	Orchard Grass	12
Redtop Clover	5	Redtop Clover	5
Plan Approved by:	med prepared		
Comments:	N SVEJECT TO ACC	E WETLAND VE	WEICO TIEF
			RECEIVED Office of Oil and Ga
Title: Old & LAS	INSPECTUR	Date: 6-23-10	JUL 0 8 2014 WV Department

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 BW #4 Greens Run The K&H Well	Oparator Ohio Oil Gathering Corp. Ohio Oil Gathering Corp. Ohio Oil Gathering Corp. Appalachian Oil Purchasers Appalachian Oil Purchasers Central Environmental	API Well # 34-167-2-9395 34-167-2-9658 34-167-2-6385 47-073-02520 47-073-02540 34-009-2-3821	State OH OH VVV WV OH	County Washington Washington Washington Pleasants Pleasants Athens	Troy	Lat. 39.387 39.391 39.399 39.372	Lon. -81.289 -61.317 -81.273 -81.247
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SITE SAFETY PLAN

PDC Mountaineer, LLC

Veltri #6HM

911 Address 4728 Webster Pike Grafton, WV 26354

Grafton Quad, Courthouse District - Taylor County, West Virginia.

The Following Site Safety Plan Approved By:

