

#### west virginia department of environmental protection

Office of Oil and Gas 601 57th Street, S.E. Charleston, WV 25304 (304) 926-0450 fax: (304) 926-0452 Jim Justice , Governor Austin Caperton , Cabinet Secretary www.dep.wv.gov

Wednesday, October 18, 2017 WELL WORK PERMIT Horizontal 6A / New Drill

ARSENAL RESOURCES LLC 6031 WALLACE ROAD EXTENSION SUITE 300

WEXFORD, PA 15090

Re:

Permit approval for SHEME 205

47-091-01337-00-00

This well work permit 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 any additional specific 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 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.

Per 35 CSR 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) 926-0450.

James A. Martin

Chief

Operator's Well Number: SHEME 205

Farm Name: BURTON, DAVID & LUELLA U.S. WELL NUMBER: 47-091-01337-00-00

Horizontal 6A / New Drill

Date Issued: 10/18/2017

Promoting a healthy environment.

API Number: <u>91-01337</u>

## **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</u> 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 one hundred (100) 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. 24 hours prior to the initiation of the completion process the operator shall notify the Chief or his designee.
- 8. During the completion process the operator shall monitor annular pressures and report any anomaly noticed to the chief or his designee immediately.
- 9. 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.
- 10. 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.

API Number: 91-01337

## **PERMIT CONDITIONS**

11. The operator shall provide to the Office of Oil and Gas the dates of each of the following within 30 days of their occurrence: completion of construction of the well pad, commencement of drilling, cessation of drilling, completion of any other permitted well work, and completion of the well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov.

WW-6B (04/15)

API NO. 47-091		
<b>OPERATOR WELL</b>	NO. 205	_
Well Pad Name:	Sheme	_

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

1) Well Operat	or: Arsena	al Resources	5	4945	19412	Taylor	Courtho	Grafton
•				Ope	rator ID	County	District	Quadrangle
2) Operator's V	Well Numbe	r: <u>205</u>	<u> </u>		_ Well P	ad Name: S	Sheme	
3) Farm Name/	Surface Ow	ner: David 8	& Luella	Burton	Public Ro	ad Access:	US 119/250, C	CR 119/27, & CR 13/6
4) Elevation, co	urrent grour	nd: 1385	]	Elevation	n, propose	d post-const	ruction: 1388.	5
5) Well Type	(a) Gas Other	<u>X</u>	_ Oil _		Un	derground S	torage	
	(b)If Gas	Shallow Horizontal	X		Deep			-
6) Existing Pac	l: Yes or No				<u> </u>			
, ·	•	tion(s), Depth ft (Top) - 7895		-		_	ed Pressure(s):	
8) Proposed To	tal Vertical	Depth: 788	8 ft					
9) Formation a	t Total Vert	ical Depth:	Marcell	us Shale	•			
10) Proposed T	otal Measu	red Depth:	19982 f	t				
11) Proposed H	Horizontal L	eg Length:	11501 f	t				
12) Approxima	ate Fresh W	ater Strata De	pths:	410ft				
13) Method to 14) Approxima			Depths: one Rep		wells reported w	ater depths (091-	00128, 091-00130, 09 <sup>-</sup>	-00137, 091-00612, 091-00826)
15) Approxima	ate Coal Sea	m Depths:	Lick-280.5, Harlem-3	50.5, Bakerstown-433	.5, Bush Creek-635.5, Uppo	er Freeport-624.5, Lower Freep	ort-680.5, Upper Kittanning-726.5, Middle	Kittanning-788.5, Lower Kittanning-818.5, Clarion-850.5
16) Approxima	ate Depth to	Possible Voi	d (coal 1	nine, ka	rst, other):	None kno	wn	
17) Does Propedirectly overly		_			Yes		No X	
(a) If Yes, pro	ovide Mine	Info: Name	<b>:</b>					
•		Depth	ı:					
		Seam	:					
RE Office of	CEIVED f Oil and Gas	Owne	er:					

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WW-6B (04/15)

API NO. 47- 091
OPERATOR WELL NO. 205
Well Pad Name: Sheme

#### 18)

#### **CASING AND TUBING PROGRAM**

ТҮРЕ	Size (in)	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling (ft)	INTERVALS: Left in Well (ft)	CEMENT: Fill-up (Cu. Ft.)/CTS
Conductor	24"	New	H-40	94#	80'	80'	CTS
Fresh Water	13.375"	New	J-55	54.5#	500'	500'	CTS
Coal							
Intermediate	9.625"	New	J-55	40#	2600'	2600'	CTS
Production	5.5"	New	P-110	20#	19,982'	19,982'	TOC @ 2,450'
Tubing							
Liners							

Smooth Seynolde 5-16-17

ТҮРЕ	Size (in)	Wellbore Diameter (in)	<u>Wall</u> <u>Thickness</u> <u>(in)</u>	Burst Pressure (psi)	Anticipated  Max. Internal  Pressure (psi)	Cement Type	<u>Cement</u> <u>Yield</u> (cu. ft./k)
Conductor	24"	36"			0	Type 1.3% Calcium	1.20
Fresh Water	13.375"	17.5"	0.38"	2730	900 kg	Class A, 3% CaCl2	1.20
Coal					0		
Intermediate	9.625"	12.25"	0.395"	3950psi	1500 pt	Class A, 2% CeCl2	1.29
Production	5.5"	8.5-8.75	0.361"	12,640psi	9500	Type 1	1.64/1.32
Tubing					5000		
Liners					N/A		

**PACKERS** 

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Kind:		Fovi	W Department of renmental Protection
Sizes:			
Depths Set:			

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(10/14)

API NO. 47-091 -		
OPERATOR WELL	NO.	205
Well Pad Name:	Sheme	<u> </u>

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:

The well will be started with a conductor rig drilling a 36" hole to Conductor programmed depth then running 24" casing and grout cement back to surface. The conductor rig will move out and the drilling rig will move in and rig up. The drilling rig will then spud a 17 ½" hole and drill to fresh water casing (Surface) to the programmed depth, Run 13- 3/8" casing and cement to surface. The rig will continue drilling a 12-1/4" intermediate hole to the programmed depth, run 9- 5/8" casing and cement to surface. The rig with then continue to drill an 8-3/4" hole to a designed KOP. We will then start drilling the curve and lateral section to the programmed total measured depth, run 5 ½" casing and cement according to the program.

20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:

The well will be completed using a plug and perforation method and stimulated with a slickwater and sand slurry. The anticipated maximum rate will be 90 bpm and the maximum pressure will be 9,500 psi.

- 21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 25.1
- 22) Area to be disturbed for well pad only, less access road (acres): 6.8
- 23) Describe centralizer placement for each casing string:

24"- No centralizers 13 3/8" — one bow spring centralizer on every other joint 9 5/8" — one bow spring centralizer every third joint from TD to surface  $5 \frac{1}{2}$ " — one semi rigid centralizer on every joint from TD of casing to end of curve. Then every other joint to KOP. Every third joint from KOP to 2,700'; there will be no centralizers from 2,700 to surface.

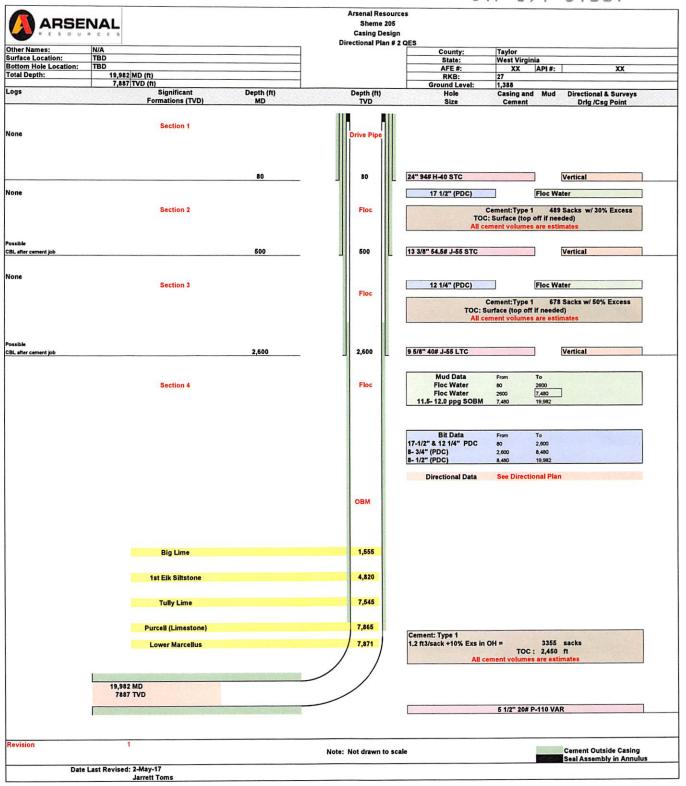
24) Describe all cement additives associated with each cement type:

24" will be grouted from surface. The 13-3/8' casing will be camented to surface with Class A cament and no greater than 3% CaCl (calcium chloride). The 9-5/8' casing will be camented to surface with Type 1 cament, & no greater than 3% calcium chloride. The 5-1/2' production string will be camented back to 2,450' (+/- 150' above the casing shoe for the 9-5/8') with Type 1 or Class A cament retarder (to extend pumpability) cellophane flaked for fluid loss, Bentonite gel as an extender (Increased pumpability and fluid loss), a defoaming agent to decrease cament foaming during mixing to insure the cament is of proper weight to placement and possibly a gypsum gas blocking additive to aid in blocking/gas migration (in combination with other additive mentioned here, helps cament

25) Proposed borehole conditioning procedures:

Top holes will be drilled with fresh water to KOP. At KOP, the wellbore will be loaded with synthetic oil based mud, barite-weighted mud system with such properties as to build a filter-cake on the face to the bore-hole. This will provide lubricity as well as stabilizing the well bore. We will begin rotating the drill string and mud will be circulated upon reaching TD until no further cuttings are observed coming across the shaker screens. Once clean mud is circulated back to surface, we will pull three stands of drill pipe, load the hole, pull three stands and load the hole. The weight indicator on the rig will be monitored for any occurrences of drag and if any are notices, we will re-run the previous stand of pipe pulled across and circulate 2X bottoms up while watching the shakers for signs of cuttings. Once at the base of the curve, the string will be continuously rotated while pumping 2X bottoms up. We will pull three stands and fill the hole until we reach the vertical section of the well.

\*Note: Attach additional sheets as needed.



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#### **Purpose**

The purpose of this pad-specific Hydraulic Fracturing Monitoring Plan is to identify and notify conventional well operators near Arsenal Resources hydraulic fracturing in Barbour County, WV prior to hydraulic fracturing at the following ARSENAL RESOURCES wells on the SHEME 205 Pad.

Due to the apparent presence of unique geological conditions, the potential for communication between deep geologic zones exists in this area. This potential communication, via natural gas, water, or both, may occur between hydraulically fractured wells in the Marcellus formation (approximately 7,900'TVD) and existing conventional natural gas wells in the partially-depleted, relatively high permeability Benson formation (approximately 4,500' TVD).

The plan is being implemented as an additional safety measure to be utilized in conjunction with best management practices and emergency action plans for this site. These additional measures include pre-notification of conventional well operators of the timing and location of the hydraulic fracturing, establishment of measures conventional well operators should implement, and assurance that the Division of Oil and Gas is notified of the timeline, as well as any issues that may arise during fracturing.

#### 1. Communications with Conventional Operators.

ARSENAL RESOURCES, using available data (WV Geological Survey, WVDEP Website, and IHS data service), has identified all known conventional wells and well operators within 500 feet of this pad and the lateral sections. A map showing these wells along with a list of the wells and operators is included in Attachment A. Upon approval of this plan, ARSENAL RESOURCES will notify these operators, via letter, of the hydraulic fracturing schedule for these wells. A copy of this letter is included in Attachment B.

The letter provides recommendations to these conventional operators to 1) increase their monitoring of their wells during that time period, 2) ensure that their well head equipment is sound, and 3) provide immediate notification to ARSENAL RESOURCES and the OOG in the event of any changes in their well conditions.

Specifically, the letter recommends that conventional well operators conduct the following activities during and after fracturing operations:

- 1. Inspect their surface equipment prior to fracturing to establish integrity and establish prefrac well conditions.
- 2. Observe wells closely during and after fracturing and monitor for abnormal increases in water, gas or pressure.
- 3. Inspect or install master valves rated to 3,000 psi or other necessary equipment for wellhead integrity.
- 4. Notify the OOG and ARSENAL RESOURCES if any changes in water, gas production, pressure or other anomalies are identified.



#### 2. Reporting

ARSENAL RESOURCES will provide information relating to the hydraulic fracturing schedule, communication with conventional operators, and ongoing monitoring of the work upon request of OOG or immediately after any event of any noted abnormalities.

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		Producing Zones not Perforated	NA	NA	AM	NA NA	NA.								Description of the second	rouncing zones not Perforated	NA
Pad,205HMLateral,TaylorCounty, WV	Darfaredad Courses 1-1-1	pieriorated rormation(s)	big Lime, big injun, Gantz, Benson	NA	Benson	NA								County, WV	Perforated Formation(e)	Balltown Renson	
Taylor	Total Denth	ACZO	200	NA	MA	NA							-	parbour	Total Depth	4324	
Lateral, _	Longitude	-80.064515	-80.050443	200,000442	-80.058567	-80.060496							Internal	ratelal,	Longitude	-80.053126	
id,205HN	Latitude	39.268042	39 251302	30 75 500	200007	39.262033							Dad JOEUM Lobour	The second of	Latitude	39.245494	
	Well Type	Vertical/Existing	NonExisting	Director	C. (S) plant (-C	140 Sufficient Information									Well Type	Vertical/Existing	
Area of Review Report - SHEME	Operator Name / Address	Alliance Petroleum Corporation	Alliance Petroleum Corporation	Alliance Petroleum Corporation	+	+							Area of Review Report - SHFMF	Onnesides Manne / A. James	Operator reme / Address	Alliance Petroleum Corporation	
	AP! Number	091-00130	091-00818	091-00135	091-01009			The second second						API Number	0000000	40070-700	
	Wall Name	naymond Nuzum Z	Avanelle Young 6	Tr. Bailey 1	Don Kines/D Kines 2									Well Name	Avanalle Voting	The country of	



Click or tap to enter a date.

Alliance Address State

RE: Click or tap here to enter text.

Dear Sir/Madam,

Arsenal Resources has developed a Marcellus pad Sheme 205HM, located in Taylor County, WV. As an owner or operator of conventional natural gas wells in this area, we are requesting your assistance in this matter.

Due to the apparent presence of unique geological conditions, the potential for communication between deep geologic zones exists in this area. This potential communication, via natural gas, water, or both, may occur between hydraulically fractured wells in the Marcellus formation (approximately 7,900' TVD) and existing conventional natural gas wells included in the attached well list for which you are believed to be the operator.

Arsenal anticipates conducting hydraulic fracturing at the Sheme 205HM Pad during the Quarter of 2016. We have identified conventional natural gas wells operated by your company within 500' (lateral distance) of our newly planned wells. Plats for each well on this pad are attached.

We recommend that conventional well operators conduct the following activities before, during and after fracturing operations:

- 1. Inspect surface equipment, prior to fracturing, to establish integrity and establish well conditions.
- Observe wells closely during and after fracturing and monitor for abnormal increases in water, gas, or pressure.
- Inspect or install master valves rated to 3,000 psl or other necessary equipment for wellhead integrity.
- Notify the OOG and MK if any changes in water, gas production, pressure or other anomalies are identified.

Please feel free to contact me at 724-940-1202 with any questions or comments. You may also contact the WV Office of Oil and Gas at 304-926-0440.

Sincerely.

Kelly Eddy Regulatory Compliance Specialist WW-9 (4/16) MAY 2 6 2017

WV Department of Environmental Protection API Number 47 - 091 -

Operator's Well No. Sheme 205

## DEPARTMENT OF ENVIRONMENTAL PROTECTION OFFICE OF OIL AND GAS

#### FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Arsenal Resources OP Code 494519412
Watershed (HUC 10) Long Run & Right Fork of Simpson Creek Quadrangle Grafton
Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes No
Will a pit be used? Yes No V
If so, please describe anticipated pit waste:
Will a synthetic liner be used in the pit? Yes No If so, what ml.?
Proposed Disposal Method For Treated Pit Wastes:
Land Application
Underground Injection ( UIC Permit Number)
Reuse (at API Number) Off Site Disposal (Supply form WW-9 for disposal location)
Other (Explain_
Will closed loop system be used? If so, describe: Yes, the closed loop system will contact all of the drilling medium and drill cuttings on location to then be taken to a landfill.
Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. Vertical: Freshwater, Horizontal: Synthetic oil based mud
-If oil based, what type? Synthetic, petroleum, etc. Synthetic
Additives to be used in drilling medium? Bentonite, Soap & Polymer Sticks, Soda Ash, Sodium Bicarbonate, Defoamer, Base Oil, Emulsifiers, Lime, & Barite
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Landfill
-If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust)_N/A
-Landfill or offsite name/permit number? Advanced Disposal Services & Chestnut Valley Landfill
Permittee shall provide written notice to the Office of Oil and Gas of any load of drill cuttings or associated waste rejected at any West Virginia solid waste facility. The notice shall be provided within 24 hours of rejection and the permittee shall also disclose where it was properly disposed.
I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issued on August 1, 2005, by the Office of Oil and Gas of the West Virginia Department of Environmental Protection. I understand that the provisions of the permit are enforceable by law. Violations of any term or condition of the general permit and/or other applicable law or regulation can lead to enforcement action.  I certify under penalty of law that I have personally examined and am familiar with the information submitted on this application form and all attachments thereto and that, based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine or imprisonment.  Company Official Signature  Company Official Title  Designated Agent  Designated Agent
Subscribed and sworn before me this 16th day of May, 20_17
Notary Ruhar Public Official SEAL STATE OF WEST VIRGINIA KELLY A. EDDY
RT 2 BOX 225A  JANE LEW, WV 26378 10/20/2017  MY COMMISSION EXPIRES SEPT. 18, 2018

Operator's Well No. Sheme 205

roposca revegeration freatine	nt: Acres Disturbed 25.1	Prevegetation pH 6	6.8 average
	Tons/acre or to correct to pH		
Fertilizer type 10-20-			RECEIVED Office of Oil and Gas
Fertilizer amount 500		√acre	MAY 2 6 2017
•	Tons/ac	cre	WV Department of Environmental Protection
	Seed	Mixtures	
Temp	oorary	Permanen	nt
Seed Type	lbs/acre	Seed Type	lbs/acre
Annual Rye	40	Swisher Meadow Mix	100
Field Bromegrass	40		
Winter Rye	168		
Winter Wheat	180		
provided). If water from the pit acreage, of the land application	will be land applied, include din area.	ation (unless engineered plans including nensions (L x W x D) of the pit, and din	g this info have been mensions (L x W), and a
Maps(s) of road, location, pit are provided). If water from the pit	will be land applied, include din area.	ation (unless engineered plans including nensions (L x W x D) of the pit, and dir	g this info have been mensions (L x W), and a
Maps(s) of road, location, pit are provided). If water from the pit acreage, of the land application Photocopied section of involved Plan Approved by:	will be land applied, include din area.  17.5' topographic sheet.	nensions (L x W x D) of the pit, and din	mensions (L x W), and a
Maps(s) of road, location, pit are provided). If water from the pit acreage, of the land application Photocopied section of involved Plan Approved by:	will be land applied, include din area.  17.5' topographic sheet.	nensions (L x W x D) of the pit, and din	mensions (L x W), and a
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Maps(s) of road, location, pit are provided). If water from the pit acreage, of the land application Photocopied section of involved Plan Approved by:  Plan Approved by:  Pre-seed / per regulation. Upg	will be land applied, include din area.  17.5' topographic sheet.  Manuel L. Loure  mulch all disturbed a grade E&S where ne	areas as soon as reason	nably possible manual, if



## SITE SAFETY PLAN

Sheme 205 WELL PAD 5-16-17

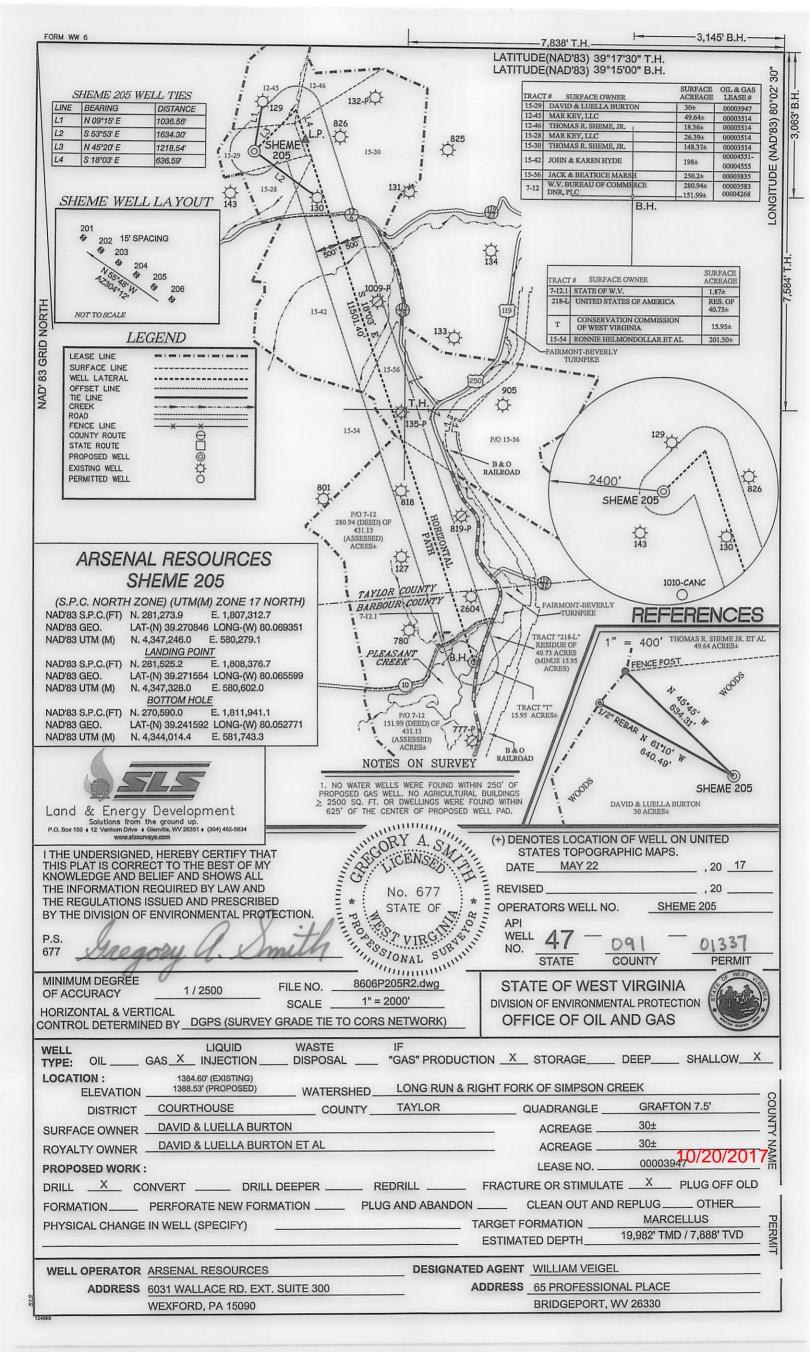
911 Address:

760 Nuzum Road

Grafton, WV 26354

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WW-6A1 (5/13)

#### INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE Chapter 22, Article 6A, Section 5(a)(5) 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:

Lease Name or
Number Grantor, Lessor, etc. Grantee, Lessee, etc. Royalty Book/Page

See Attached

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MAY 26 2017

WV Department of Environmental Protection

## 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 hereby acknowledges 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 acquired from the appropriate authority before the affected activity is initiated.

Well Operator: Aresenal Resources

By:

William Veigel

Its:

**Designated Agent** 

Attachment to WW-641 Shame - 205444

Letter Designation (No. )	Attach	ment to WW-6A1, Sheme - 205HM			
Letter Designation/Number Designation on Plat	Grantor, Lessor, Assignor, etc.	Grantee, Lessae, Assignee, etc.	Royalty	Book/Page	Acreage
00003947	Adolphus T. Leach and Leona C. Leach, husband and wife	Petroleum Development Corporation	0.125	33/527	30
	Petroleum Development Corporation	PDC Mountaineer, LLC		30/698	
	PDC Mountaineer, LLC	River Ridge Energy, LLC			
00003514	Haymond J. Nuzum, single; Zona V. Nuzum, widow; Gloria D. Short, divorced	Consolidated Gas Supply Corporation	0.125	33/274	505.88
	Consolidated Gas Supply Corporation	Consolidated Gas Transmission  Corporation		5/555	
	Consolidated Gas Transmission  Corporation	CNG Development Company		6/443	RECEIVED
	CNG Development Company	CNG Producing			RECEIVED Office of Oil and Ga
	CNG Producing	Dominion Exploration and Production, Inc.			OCT 1.7 2017
	Dominion Exploration and Production, Inc.	Consol Gas Company		8/368	or to antment of
	Consol Gas Company	CNX Gas Company LLC		8/368 Er	vironmental Protec
	CNX Gas Company LLC	Noble Energy, Inc.		32/54	
	CNX Gas Company LLC and Noble Energy, Inc.	PDC Mountaineer, LLC		33/198	
	PDC Mountaineer, LLC	River Ridge Energy, LLC			
00004551	John F. Hyde and Karen M. Hyde, husband and wife	PDC Mountaineer, LLC	0.14	59/300 67/449	198
	PDC Mountaineer, LLC	River Ridge Energy, LLC			
00004552	Regina Rager, single	PDC Mountaineer, LLC	0.145	59/414 67/448	198
	PDC Mountaineer, LLC	River Ridge Energy, LLC			
00004553	Gary Dennis Burner, married, dealing in his sole and separate property	PDC Mountaineer, LLC	0.14	59/297 68/393	198
	PDC Mountaineer, LLC	River Ridge Energy, LLC			

	Gerald Anthony Baughman, married,	T		· · · · · · · · · · · · · · · · · · ·	
00004554	dealing In his sole and separate property	PDC Mountaineer, LLC	0.14	59/573 68/394	198
	PDC Mountaineer, LLC	River Ridge Energy, LLC			
00004555	Dolores J. McDaniel, single	PDC Mountaineer, LLC	0.14	60/164 67/648	198
	PDC Mountaineer, LLC	River Ridge Energy, LLC		07/040	
00003835	Jack B. Marsh and Beatrice L. Marsh, his wife	Petroleum Development Corporation	0.125	44/647 61/49	273
	Petroleum Development Corporation	PDC Mountaineer, LLC		30/698	
	PDC Mountaineer, LLC	River Ridge Energy, LLC			
00003583	Avanelle M. Young, widow	Consolidated Gas Supply Corporation	0.125	74/516	256
·	Consolidated Gas Supply Corporation	Consolidated Gas Transmission Corporation		99/481	
*	Consolidated Gas Transmission Corporation	CNG Development Company		103/71	
	CNG Development Company	CNG Producing			
	CNG Producing	Dominion Exploration and Production, Inc.			
	Dominion Exploration and Production, Inc.	Consol Gas Company		16/567 447/571	
	Consol Gas Company	CNX Gas Company LLC		447/571	
<del></del>	CNX Gas Company LLC	Noble Energy, Inc.			
	CNX Gas Company LLC and Noble Energy, Inc.	PDC Mountaineer, LLC		168/538	
	PDC Mountaineer, LLC	River Ridge Energy, LLC			<del></del>

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00004268	E. L. Young and Daisy Young, his wife, U. G. Young and Lillie P. Young, his wife; Harriet A. Hall, widow	Hope Natural Gas Company	0.125	5/429 6/509	200
	Hope Natural Gas Company	Consolidated Gas Supply Corporation		53/261	
	Consolidated Gas Supply Corporation	Consolldated Gas Transmission  Corporation		99/481	7
	Consolidated Gas Transmission  Corporation	CNG Transmission Corporation		17/198	
	CNG Transmission Corporation	Dominion Transmission, Inc.			
	Dominion Transmission, Inc.	Consol Energy Holdings LLC XVI		151/423	
	Consol Energy Holdings LLC XVI	Consol Gas Company		16/577 447/571	
	Consol Gas Company	CNX Gas Company LLC		447/571	
	CNX Gas Company LLC	Noble Energy, Inc.		155/406	
	CNX Gas Company LLC and Noble Energy, Inc.	PDC Mountaineer, LLC		168/538	
	PDC Mountaineer, LLC	River Ridge Energy, LLC			

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OCT 1,7 2017

#### West Virginia Secretary of State — Online Data Services

#### **Business and Licensing**

Online Data Services Help

047-091-01337

#### **Business Organization Detail**

NOTICE: The West Virginia Secretary of State's Office makes every reasonable effort to ensure the accuracy of information. However, we make no representation or warranty as to the correctness or completeness of the information. If information is missing from this page, it is not in the The West Virginia Secretary of State's database.

#### CONSOL GAS COMPANY

Organization Information								
Org Type	Effective Date	Established Date	Filing Date	Charter	Class	Sec Type	Termination Date	Termination Reason
C   Corporation	3/26/1973		3/26/1973	Foreign	Profit		1/5/2011	Merger

Organization Information							
Business Purpose	2111 - Mining, Quarrying, Oil & Gas Extraction - Oil and Gas Extraction - Crude Oil and Natural Gas Extraction	Capital Stock	0.0000				
Charter County		Control Number	0				
Charter State	DE	Excess Acres	0				
At Will Term		Member Managed					
At Will Term Years		Par Value	0.000000				
Authorized Shares	0						

Туре	Address	
Local Office Address	ONE DOMINION DRIVE JANE LEW, WV, 26378	RECEIVED Office of Oil and Cas
2004 20035 PF (45)	1000 CONSOL ENERGY DR.	Office of Oil and Gas
Mailing Address	CANONSBURG, PA, 15317 USA	MAY 2 6 2017
Notice of Process Address	CT CORPORATION SYSTEM 5400 D BIG TYLER ROAD CHARLESTON, WV, 25313 USA	WV Department of Environmental Protecti
Principal Office Address	ONE DOMINION DRIVE JANE LEW, WV, 26378 USA	
Туре	Address	

10/20/2017

Officers	
Туре	Name/Address
Director	N. J. DEIULIIS 1000 CONSOL ENERGY DRIVE CANONSBURG, PA, 15317 USA
President	J. BRETT HARVEY 1000 CONSOL ENERGY DRIVE CANONSBURG, PA, 15317 USA
Secretary	P. J. RICHEY 1000 CONSOL ENERGY DRIVE CANONSBURG, PA, 15317
Treasurer	J. M. REILLY 1000 CONSOL ENERGY DRIVE CANONSBURG, PA, 15317 USA
Vice-President	N. J. DEIULIIS 1000 CONSOL ENERGY DRIVE CANONSBURG, PA, 15317
Туре	Name/Address

Name Changes	
Date	Old Name
5/21/2010	DOMINION EXPLORATION & PRODUCTION, INC.
5/10/2000	CNG PRODUCING COMPANY
Date	Old Name

Mergers				
Merger Date	Merged	Merged State	Survived	Survived State
7/7/2010	CONSOL GAS RESERVES INC.	VA	CONSOL GAS COMPANY	DE
7/7/2010	CONSOL GAS COALBED METHANE, INC.	DE	CONSOL GAS COMPANY	DE
11/19/2010	CONSOL ENERGY HOLDINGS LLC XVI	DE	CONSOL GAS COMPANY	DE
Merger Date	Merged	Merged State	Survived	Survived State

Subsidiaries		
Name	Address	
×	CNG PIPELINE CO 1450 POYDRAS STREET NEW ORLEANS, LA, 70112 USA	RECEIVED Office of Oil and Gas
	CONSOLIDATED NATURAL GAS COMPANY 625 LIBERTY AVE. PITTSBURGH, PA, 15222 USA	MAY 2 6 2017  WV Department of Environmental Protection
	DOMINION COALBED METHANE, INC ONE DOMINION DR JANE LEW, WV, 26378 USA	Environmental Protection  10/20/2017

Address

Date	Amendment
1/5/2011	MERGER: MERGING CONSOL GAS COMPANY, A QUALIFIED DE CORPORATION WITH AND INTO CNX GAS COMPANY LLC, A QUALIFIED VA LIMITED LIABILITY COMPANY, THE SURVIVOR
11/19/2010	MERGER: MERGING CONSOL ENERGY HOLDINGS LLC XVI, A NON- QUALIFIED DE ORGANIZATION WITH AND INTO CONSOL GAS COMPANY, A QUALIFIED DE CORPORATION, THE SURVIVOR
7/7/2010	MERGER: MERGING CONSOL GAS RESERVES INC., A QUALIFIED VA CORPORATION WITH AND INTO CONSOL GAS COMPANY, A QUALIFIED DE CORPORATION, THE SURVIVOR
7/7/2010	MERGER: MERGING CONSOL GAS COALBED METHANE, INC., A QUALIFIED DE CORPORATION WITH AND INTO CONSOL GAS COMPANY, A QUALIFIED DE CORPORATION, THE SURVIVOR
5/21/2010	NAME CHANGE: FROM DOMINION EXPLORATION & PRODUCTION, INC.
5/10/2000	NAME CHANGE: FROM CNG PRODUCING COMPANY
1/18/1985	AMENDMENT: FILED
7/23/1982	ARTICLES OF INCORPORATION
7/30/1980	CERTIFICATE OF INCORPORATION
6/23/1980	MERGER: HIDALGO-WILLACY OIL COMPANY, A TEXAS CORP. NOT QUAL. IN WV, WITH AND INTO CNG PRODUCING COMPANY, THE SURVIVOR
1/31/1975	CERTIFICATE OF INCORPORATION ROLL 91
7/16/1974	CERTIFICATE OF INCORPORATION ROLL 85
Date	Amendment

Annual Reports	
Date filed	
6/22/2010	
6/26/2009	
8/15/2008	
11/30/2007	
4/11/2007	
10/31/2005	RECEIVED Office of Oil and Gas
5/2/2005	
3/22/2004	MAY 2 6 2017
5/21/2003	WV Department of Environmental Protection
12/19/2001	Environmental Protection
4/26/2001	
Date filed	

#### West Virginia Secretary of State — Online Data Services

#### **Business and Licensing**

Online Data Services Help

#### **Business Organization Detail**

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#### DOMINION TRANSMISSION, INC.

Organization Information								
Org Type	Effective Date	Established Date	Filing Date	Charter	Class	Sec Type	Termination Date	Termination Reason
C   Corporation	1/17/1984		1/17/1984	Foreign	Profit			

Organization Information				
Business Purpose	4862 - Transportation and Warehousing - Pipeline Transportation - Pipeline Transportation of Natural Gas	Capital Stock	0.0000	
Charter County		Control Number	0	
Charter State	DE	Excess Acres	0	
At Will Term		Member Managed		
At Will Term Years		Par Value	0.000000	
Authorized Shares	0			

Туре	Address	
Principal Office Address	445 WEST MAIN STREET CLARKSBURG, WV, 26301 USA	
Notice of Process Address	CT CORPORATION SYSTEM 5400 D BIG TYLER ROAD CHARLESTON, WV, 25313	
Mailing Address	445 WEST MAIN STREET CLARKSBURG, WV, 26301 USA	WV Department of Environmental Protection
Local Office Address	5400 D BIG TYLER ROAD CHARLESTON, WV, 25313	MAY 2 6 2017
Туре	Address	RECEIVED Office of Oil and Gas
Addresses		

Officers	
Туре	Name/Address
Director	DAVID A. CHRISTIAN 120 TREDEGAR STREET RICHMOND, VA, 23219
President	DIANE LEOPOLD 120 TREDEGAR STREET RICHMOND, VA, 23219
Secretary	CARTER M REID 100 TREDEGAR STREET 2ND FL. RICHMOND, VA, 23219
Treasurer	JAMES R. CHAPMAN 120 TREDEGAR ST RICHMOND, VA, 23219
Vice-President	ARNOLD J. JORDAN, JR. 100 TREDEGAR STREET RICHMOND, VA, 23219
Туре	Name/Address

Name	Name Changes		
Date		Old Name	
	5/10/2000	CNG TRANSMISSION CORPORATION	
Date		Old Name	

Mergers				
Merger Date	Merged	Merged State	Survived	Survived State
1/16/2002	CNG POWER COMPANY	DE	DOMINION TRANSMISSION, INC.	DE
Merger Date	Merged	Merged State	Survived	Survived State

Date	Amendment
1/16/2002	MERGER: MERGING CNG POWER COMPANY, A QUALIFIED DE CORPORATION WITH AND INTO DOMINION TRANSMISSION, INC., A QUALIFIED DE CORPORATION, THE SURVIVOR
5/10/2000	NAME CHANGE: FROM CNG TRANSMISSION CORPORATION
12/2/1994	CHANGE TO AMEND STOCK IN ARTICLES OF CERTIFICATE OF AUTHORITY.
3/22/1993	CHANGE TO AMEND STOCK DESIGNATION IN ARTICLES OF CERTIFICATE OF AUTHORITY.
8/27/1991	AMENDMENT TO CERTIFICATE OF AUTHORITY.
12/19/1990	AMENDMENT TO CERTIFICATE OF AUTHORITY.
1/13/1988	CHANGE OF NAME FROM: CONSOLIDATED GAS TRANSMISSION CORPORATION.
Date	Amendment

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	OTHOU OT OTHER DESIGNATION
Annual Reports	MAY 2 6 2017
Date filed	WV Department of
	WV Department of Environmental Protection

		<u> </u>
5/26/2016	88	
6/15/2015		
6/13/2014		
6/14/2013		
5/31/2012		
5/27/2011		
6/9/2010		
6/22/2009		
8/14/2008		
11/1/2007		
12/11/2006		
9/29/2005		
4/25/2005		
5/14/2004		
4/29/2003		
11/5/2001		
12/1/2000		
Date filed		

For more information, please contact the Secretary of State's Office at 304-558-8000.

Monday, May 22, 2017 — 1:23 PM

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MAY 2 6 2017

### Agreement to Drill, Complete and Operate Oil & Gas Wells

This Agreement to Drill, Complete and Operate Oil & Gas Wells (this "Agreement"), by and among Mountaineer Keystone LLC, a West Virginia limited liability company ("Mountaineer Keystone"), PDC Mountaineer, LLC, a Delaware limited liability company ("PDC"), and PDC Mountaineer Holdings, LLC, a Delaware limited liability company ("PDC Holdings"), is effective as of October 15, 2014. (the "Effective Date") and sets forth the terms pursuant to which Mountaineer Keystone will drill, complete and operate the Wells (as defined below) on behalf of PDC and PDC Holdings. Mountaineer Keystone, PDC, and PDC Holdings are each a "Party" and are collectively the "Parties". In consideration of the foregoing and the respective agreements hereinafter set forth and the mutual benefits to be derived therefrom, the Parties, intending to be legally bound, hereby agree as follows:

- 1. Term: This Agreement is effective from the Effective Date until terminated by Mountaineer Keystone on the one hand or PDC and PDC Holdings on the other hand with 30 days' written notice to the other Party or Parties, as applicable (the "Term").
- 2. Authorization to Operate: PDC and PDC Holdings authorize Mountaineer Keystone to undertake and perform, on PDC and PDC Holdings behalf, all operations, including without limitation permit applications, well pad preparation, drilling and completing wells, and marketing gas, oil and other hydrocarbons therefrom with respect to all oil and gas wells to be drilled on oil and gas leasehold acreage held by PDC or PDC Holdings. PDC, PDC Holdings and Mountaineer Keystone are affiliates with a common parent. Mountaineer Keystone was formed to operate oil and gas leasehold acreage held by PDC, PDC Holdings and certain other affiliates. Mountaineer Keystone agrees that it shall, in a good and workmanlike manner and in accordance with industry standards as they prevail in the area, drill, complete and operate oil and gas wells on leasehold acreage owned by PDC or PDC Holdings from time to time as directed by PDC or PDC Holdings (collectively, the "Wells").
- 3. No Third Party Beneficiary: This Agreement is for the benefit of the Parties and is not for the benefit of any third party.
- 4. Counterparts: This Agreement may be simultaneously executed in several counterparts and via facsimile or similar electronic transmittal, each of which shall be deemed to be an original and taken together shall constitute one and the same instrument.

[Signature Page Follows]

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MAY **26** 2017

IN WITNESS WHEREOF, Mountaineer Keystone, PDC, and PDC Holdings have caused their duly authorized representatives to execute this Agreement as of the Effective Date.

MOUNTAINEER KEYSTONE LLC

Name:

Title: CEO

PDC MOUNTAINEER, LLC

Name!

Title: Coo

PDC MOUNTAINEER HOLDINGS, LLC

Name: / LL

Title: Coo

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MAY 2 6 2017

#### Agreement to Drill, Complete and Operate Oil & Gas Wells

This Agreement to Drill, Complete and Operate Oil & Gas Wells (this "Agreement"), by and among Arsenal Resources LLC, a West Virginia limited liability company ("Arsenal"), River Ridge Energy, LLC, a Delaware limited liability company ("River Ridge Holdings"), and River Ridge Energy, Holdings, LLC, a Delaware limited liability company ("River Ridge Holdings"), is effective as of March 1, 2017. (the "Effective Date") and sets forth the terms pursuant to which Arsenal will drill, complete and operate the Wells (as defined below) on behalf of River Ridge and River Ridge Holdings. Arsenal, River Ridge, and River Ridge Holdings are each a "Party" and are collectively the "Parties". In consideration of the foregoing and the respective agreements hereinafter set forth and the mutual benefits to be derived therefrom, the Parties, intending to be legally bound, hereby agree as follows:

- 1. Term: This Agreement is effective from the Effective Date until terminated by Arsenal on the one hand or River Ridge and River Ridge Holdings on the other hand with 30 days' written notice to the other Party or Parties, as applicable (the "Term").
- Authorization to Operate: River Ridge and River Holdings authorize Arsenal to undertake and perform, on River Ridge and River Ridge Holdings behalf, all operations, including without limitation permit applications, well pad preparation, drilling and completing wells, and marketing gas, oil and other hydrocarbons therefrom with respect to all oil and gas wells to be drilled on oil and gas leasehold acreage held by River Ridge or River Ridge Holdings. River Ridge, River Ridge Holdings and Arsenal are affiliates with a common parent. Arsenal was formed to operate oil and gas leasehold acreage held by River Ridge, River Ridge Holdings and certain other affiliates. Arsenal agrees that it shall, in a good and workmanlike manner and in accordance with industry standards as they prevail in the area, drill, complete and operate oil and gas wells on leasehold acreage owned by River Ridge or River Ridge Holdings from time to time as directed by River Ridge or River Ridge Holdings (collectively, the "Wells").
- 3. No Third Party Beneficiary: This Agreement is for the benefit of the Parties and is not for the benefit of any third party.
- 4. Counterparts: This Agreement may be simultaneously executed in several counterparts and via facsimile or similar electronic transmittal, each of which shall be deemed to be an original and taken together shall constitute one and the same instrument.

[Signature Page Follows]

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MAY 2 6 2017

IN WITNESS WHEREOF, Arsenal, River Ridge, and River Ridge Holdings have caused their duly authorized representatives to execute this Agreement as of the Effective Date.

#### ARSENAL RESOURCES LLC

Name: Joel E. Symonds

Title: Vice President - Land

RIVER RIDGE ENERGY, LLC

Name: Joel E. Symonds

Title: Vice President - Land

RIVER RIDGE HOLDINGS, LLC

Name: Joel E. Symonds

Title: Vice President - Land

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MAY 2 6 2017



People Powered. Asset Strong.

May 18, 2017

Mr. James Martin, Chief of Oil and Gas West Virginia Department of Environmental Protection 601 57<sup>th</sup> Street, SE Charleston, WV 25304

RE: Ownership of Roadways; Sheme South Pad - 205HM

Mr. Martin:

In preparation of filing a permit application for the above referenced well, the Title Department of Arsenal Resources has conducted a thorough title examination in order to determine the ownership of the oil and gas underlying all roadways crossed by the proposed wells. The findings of the title examinations show that the roadways crossed by the proposed wells are right of ways, with the oil and gas being owned and covered by the leaseholds identified on the plat for the proposed wells.

If you have any questions, concerns or need further information, please do not hesitate to contact me at the address listed below.

Sincerely,

Coty Brandon

Senior Title Attorney

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MAY 2 6 2017

WV Department of Environmental Protection

6031 Wallace Road Ext, Suite 300 Wexford, PA 15090 P: 724-940-1100 F: 800-428-0981 www.arsenalresources.com

# STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE CERTIFICATION

Date of Notic	ce Certification. Objective in	API No. 4	/- 091 -		
		Operator's	Operator's Well No. Sheme 205		
		Well Pad	Name: Sheme		
Notice has h	been given:		<del></del>		
		22-6A, the Operator has provided the re-	uired parties v	vith the Notice Forms listed	
below for the	tract of land as follows:		1 parties		
State:	West Virginia	Easting:	580,279.1		
County:	Taylor	UTM NAD 83 Lasting.	4,347,246.0		
District:	Courthouse	Public Road Access:	US 119/250, CR	119/27, & CR 13/6	
Quadrangle:	Grafton	Generally used farm name:	Burton		
Watershed:	Long Run & Right Fork of Simpson Creek				
prescribed by it has provide information re of giving the requirements Virginia Code of this article	the secretary, shall be verified and sled the owners of the surface describe equired by subsections (b) and (c), securification subsection (b), section sixteen of subsection (b), section sixteen of e § 22-6A-11(b), the applicant shall to have been completed by the applicant		4) A certificati section (b), sec- equirement was ten of this arti the surface ov that the notice	on from the operator that (intention ten of this article, the deemed satisfied as a result cle six-a; or (iii) the notice wher; and Pursuant to Wes	
	West Virginia Code § 22-6A, the Operator has properly served the required	erator has attached proof to this Notice C d parties with the following:	Certification		
*PLEASE CHE	ECK ALL THAT APPLY			OOG OFFICE USE ONLY	
☐ 1. NO	TICE OF SEISMIC ACTIVITY or	☐ NOTICE NOT REQUIRED BECA SEISMIC ACTIVITY WAS CONDUC		RECEIVED/ NOT REQUIRED	
☐ 2. NO	TICE OF ENTRY FOR PLAT SURV	EY or   NO PLAT SURVEY WAS C	ONDUCTED	☐ RECEIVED	
■ 3. NO	TICE OF INTENT TO DRILL or	☐ NOTICE NOT REQUIRED BECA NOTICE OF ENTRY FOR PLAT SUR WAS CONDUCTED or	24-5/2000	RECEIVED/ NOT REQUIRED	
		WRITTEN WAIVER BY SURFA (PLEASE ATTACH)	CE OWNER		
■ 4. NO	TICE OF PLANNED OPERATION	RECEIVED Office of Oil and Gas		RECEIVED	
■ 5. PUE	BLIC NOTICE	MAY 2 6 2017		RECEIVED	
■ 6. NO	TICE OF APPLICATION	WV Department of	ř	RECEIVED	

#### Required Attachments:

The Operator shall attach to this Notice Certification Form all Notice Forms and Certifications of Notice that have been provided to the required parties and/or any associated written waivers. For the Public Notice, the operator shall attach a copy of the Class II Legal Advertisement with publication date verification or the associated Affidavit of Publication. The attached Notice Forms and Certifications of Notice shall serve as proof that the required parties have been noticed as required under West Virginia Code § 22-6A. Pursuant to West Virginia Code § 22-6A-11(b), the Certification of Notice to the person may be made by affidavit of personal service, the return receipt card or other postal receipt for certified mailing.

Its:

#### Certification of Notice is hereby given:

THEREFORE, I William Veigel , have read and understand the notice requirements within West Virginia Code § 22-6A. I certify that as required under West Virginia Code § 22-6A, I have served the attached copies of the Notice Forms, identified above, to the required parties through personal service, by registered mail or by any method of delivery that requires a receipt or signature confirmation. I certify under penalty of law that I have personally examined and am familiar with the information submitted in this Notice Certification and all attachments, and that based on my inquiry of those individuals immediately responsible for obtaining the information, I believe that the information is true, accurate and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment.

Well Operator: Aresenal Resources By:

William Veigel

**Designated Agent** 

Telephone: 724-940-1204 Address: 65 Professional Place, Suite 200

Bridgeport, WV 26330

Facsimile: 304-848-9134

Email: ecarder@arsenalresources.com

NOTARY SEAFICIAL SEAL NOTARY PUBLIC STATE OF WEST VIRGINIA CAROLINDA FLANAGAN PO Box 603 Lumberport WV 28386 My Commission Expires September 15, 2021

Subscribed and sworn before me this 18th day of May 2017

Notary Public

My Commission Expires

#### Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

> RECEIVED Office of Oil and Gas

MAY 2 6 2017

API NO. 47- 091	
OPERATOR WELL NO.	Sheme 205
Well Pad Name: Sheme	

#### STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF APPLICATION

Notice Time Requirement: notice shall be provided no later than the filing date of permit application.			
Date of Notice: 05/24/2017 Date Permit Application Filed: 05/2 Notice of:	4/2017		
PERMIT FOR ANY WELL WORK  CONSTRUCTION OF	PROVAL FOR THE AN IMPOUNDMENT OR PIT		
Delivery method pursuant to West Virginia Code § 22-6A-10	<b>(b)</b>		
☐ PERSONAL ☐ REGISTERED ☑ METH	OD OF DELIVERY THAT REQUIRES A		
	IPT OR SIGNATURE CONFIRMATION		
sediment control plan required by section seven of this article, and of the surface of the tract on which the well is or is proposed to be located and gas leasehold being developed by the proposed well work, it described in the erosion and sediment control plan submitted pursual operator or lessee, in the event the tract of land on which the well performed by the surface tract or trace to the surface tract of the surface tract or trace to the placement, constitution of the surface tract is to be used for the placement, constitution of this article; (5) where a water well, spring or water supply source located within one provide water for consumption by humans or domestic animals; and proposed well work activity is to take place. (c)(1) If more than three subsection (b) of this section hold interests in the lands, the applicance of the sheriff required to be maintained pursuant to section provision of this article to the contrary, notice to a lien holder is not	the tenants in common or other co-owners of interests described in the net may serve the documents required upon the person described in the eight, article one, chapter eleven-a of this code. (2) Notwithstanding any notice to a landowner, unless the lien holder is the landowner. W. Va. rovide the Well Site Safety Plan ("WSSP") to the surface owner and any		
☑ Application Notice ☑ WSSP Notice ☑ E&S Plan Notice	☑ Well Plat Notice is hereby provided to:		
Z SURFACE OWNER(s)	☑ COAL OWNER OR LESSEE		
Name: David & Luella Burton	Name: David & Luella Burton		
Address: 2657 Simpson Road	Address: 2657 Simpson Road		
Flemington, WV 26347 Name:	Flemington, WV 26347  COAL OPERATOR		
Address:			
Addiess.	Name:		
SURFACE OWNER(s) (Road and/or Other Disturbance)	Address:		
Name: Anthony J. Veltri	SURFACE OWNER OF WATER WELL		
Address: RR 2 Box 416	AND/OR WATER PURVEYOR(s)		
Grafton, WV 26354	Name - Con Alleghad		
Name: Thomas R. Shame, Jr.			
Address: 722 Nuzum Road	Address:		
Grafton, WV 26354	OPERATOR OF ANY NATURAL GAS STORAGE FIELD		
SURFACE OWNER(s) (Impoundments or Pits)	Name:		
Name:	Address:		
Address:			
	*Please attach additional forms if necessary		
	RECEIVED		

Office of Oil and Gas

MAY 2 6 2017

MAY 2 6 2017

WV Department of Environmental Protection API NO. 47- 091 OPERATOR WELL NO. Sheme 205
Well Pad Name: Sheme

#### Notice is hereby given:

Pursuant to West Virginia Code § 22-6A-10(b), notice is hereby given that the undersigned well operator has applied for a permit for well work or for a certificate of approval for the construction of an impoundment or pit.

#### This Notice Shall Include:

Pursuant to W. Va. Code § 22-6A-10(b), this notice shall include: (1) copies of the application; (2) the erosion and sediment control plan required by section seven of this article; and (3) the well plat.

Pursuant to W. Va. Code § 22-6A-10(f), this notice shall include: (1) a statement of the time limits for filing written comments; (2) who may file written comments; (3) the name and address of the secretary for the purpose of filing the comments and obtaining additional information; and (4) a statement that the persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water.

Pursuant to W. Va. Code R. § 35-8-5.7.a, the operator shall provide the Well Site Safety Plan to the surface owner and any water purveyor or surface owner subject to notice and water testing as provided in section 15 of this rule.

Pursuant to W. Va. Code R. § 35-8-15.2.c, this notice shall: (1) contain a statement of the surface owner's and water purveyor's right to request sampling and analysis; (2) advise the surface owner and water purveyor of the rebuttable presumption for contamination or deprivation of a fresh water source or supply; advise the surface owner and water purveyor that refusal to allow the operator to conduct a pre-drilling water well test constitutes a method to rebut the presumption of liability; (3) advise the surface owner and water purveyor of his or her independent right to sample and analyze any water supply at his or her own expense; advise the surface owner and water purveyor whether or not the operator will utilize an independent laboratory to analyze any sample; and (4) advise the surface owner and or water purveyor that he or she can obtain from the Chief a list of water testing laboratories in the subject area capable of and qualified to test water supplies in accordance with standard acceptable methods.

Additional information related to horizontal drilling may be obtained from the Secretary, at the WV Department of Environmental Protection headquarters, located at 601 57<sup>th</sup> Street, SE, Charleston, WV 25304 (304-926-0450) or by visiting <a href="https://www.dep.wv.gov/oil-and-gas/pages/default.aspx">www.dep.wv.gov/oil-and-gas/pages/default.aspx</a>.

#### **Well Location Restrictions**

Pursuant to W. Va. Code § 22-6A-12, Wells may not be drilled within two hundred fifty feet measured horizontally from any existing water well or developed spring used for human or domestic animal consumption. The center of well pads may not be located within six hundred twenty-five feet of an occupied dwelling structure, or a building two thousand five hundred square feet or larger used to house or shelter dairy cattle or poultry husbandry. This limitation is applicable to those wells, developed springs, dwellings or agricultural buildings that existed on the date a notice to the surface owner of planned entry for surveying or staking as provided in section ten of this article or a notice of intent to drill a horizontal well as provided in subsection (b), section sixteen of this article was provided, whichever occurs first, and to any dwelling under construction prior to that date. This limitation may be waived by written consent of the surface owner transmitted to the department and recorded in the real property records maintained by the clerk of the county commission for the county in which such property is located. Furthermore, the well operator may be granted a variance by the secretary from these distance restrictions upon submission of a plan which identifies the sufficient measures, facilities or practices to be employed during well site construction, drilling and operations. The variance, if granted, shall include terms and conditions the department requires to ensure the safety and protection of affected persons and property. The terms and conditions may include insurance, bonding and indemnification, as well as technical requirements. (b) No well pad may be prepared or well drilled within one hundred feet measured horizontally from any perennial stream, natural or artificial lake, pond or reservoir, or a wetland, or within three hundred feet of a naturally reproducing trout stream. No well pad may be located within one thousand feet of a surface or ground water intake of a public water supply. The distance from the public water supply as identified by the department shall be measured as follows: (1) For a surface water intake on a lake or reservoir, the distance shall be measured from the boundary of the lake or reservoir. (2) For a surface water intake on a flowing stream, the distance shall be measured from a semicircular radius extending upstream of the surface water intake. (3) For a groundwater source, the distance shall be measured from the wellhead or spring. The department may, in its discretion, waive these distance restrictions upon submission of a plan identifying sufficient measures, facilities or practices to be employed during well site construction, drilling and operations to protect the waters of the state. A waiver, if granted, shall impose any permit conditions as the secretary considers necessary. (c) Notwithstanding the foregoing provisions of this section, nothing contained in this section prevents an operator from conducting the activities permitted or authorized by a Clean Water Act Section 404 permit or other approval from the United States Army Corps of Engineers within any waters of the state or within the restricted areas referenced in this section. (d) The well location restrictions set forth in this section shall not apply to any well on a multiple well pad if at least one of the wells was permitted prior to the effective date of this article. (e) The secretary shall, by December 31, 2012, report to the Legislature on the noise, light, dust and volatile organic compounds generated by the drilling of horizontal wells as they relate to the well location restrictions regarding occupied dwelling structures pursuant to this section. Upon a finding, if any, by the secretary that the well location restrictions regarding occupied dwelling structures are inadequate or otherwise require alteration to address the items

API NO. 47-091 OPERATOR WELL NO. Sheme 205 Well Pad Name: Sheme

examined in the study required by this subsection, the secretary shall have the authority to propose for promulgation legislative rules establishing guidelines and procedures regarding reasonable levels of noise, light, dust and volatile organic compounds relating to drilling horizontal wells, including reasonable means of mitigating such factors, if necessary.

#### Water Well Testing:

Pursuant to West Virginia Code § 22-6A-10(d), notification shall be made, with respect to surface landowners identified in subsection (b) or water purveyors identified in subdivision (5), subsection (b) of this section, of the opportunity for testing their water well. The operator shall provide an analysis to such surface landowner or water purveyor at their request.

#### **Water Testing Laboratories:**

Pursuant to West Virginia Code § 22-6A-10(i), persons entitled to notice pursuant to subsection (b) of this section may contact the department to ascertain the names and locations of water testing laboratories in the subject area capable and qualified to test water supplies in accordance with standard accepted methods. In compiling that list of names the department shall consult with the state Bureau for Public Health and local health departments. A surface owner and water purveyor has an independent right to sample and analyze any water supply at his or her own expense. The laboratory utilized by the operator shall be approved by the agency as being certified and capable of performing sample analyses in accordance with this section.

#### Rebuttable Presumption for Contamination or Deprivation of a Fresh Water Source or Supply:

W. Va. Code § 22-6A-18 requires that (b) unless rebutted by one of the defenses established in subsection (c) of this section, in any action for contamination or deprivation of a fresh water source or supply within one thousand five hundred feet of the center of the well pad for horizontal well, there is a rebuttable presumption that the drilling and the oil or gas well or either was the proximate cause of the contamination or deprivation of the fresh water source or supply. (c) In order to rebut the presumption of liability established in subsection (b) of this section, the operator must prove by a preponderance of the evidence one of the following defenses: (1) The pollution existed prior to the drilling or alteration activity as determined by a predrilling or prealteration water well test. (2) The landowner or water purveyor refused to allow the operator access to the property to conduct a predrilling or prealteration water well test. (3) The water supply is not within one thousand five hundred feet of the well. (4) The pollution occurred more than six months after completion of drilling or alteration activities. (5) The pollution occurred as the result of some cause other than the drilling or alteration activity. (d) Any operator electing to preserve its defenses under subdivision (1), subsection (c) of this section shall retain the services of an independent certified laboratory to conduct the predrilling or prealteration water well test. A copy of the results of the test shall be submitted to the department and the surface owner or water purveyor in a manner prescribed by the secretary. (e) Any operator shall replace the water supply of an owner of interest in real property who obtains all or part of that owner's supply of water for domestic, agricultural, industrial or other legitimate use from an underground or surface source with a comparable water supply where the secretary determines that the water supply has been affected by contamination, diminution or interruption proximately caused by the oil or gas operation, unless waived in writing by that owner. (f) The secretary may order the operator conducting the oil or gas operation to: (1) Provide an emergency drinking water supply within twenty-four hours; (2) Provide temporary water supply within seventy-two hours; (3) Within thirty days begin activities to establish a permanent water supply or submit a proposal to the secretary outlining the measures and timetables to be used in establishing a permanent supply. The total time in providing a permanent water supply may not exceed two years. If the operator demonstrates that providing a permanent replacement water supply cannot be completed within two years, the secretary may extend the time frame on case-by-case basis; and (4) Pay all reasonable costs incurred by the real property owner in securing a water supply. (g) A person as described in subsection (b) of this section aggrieved under the provisions of subsections (b), (e) or (f) of this section may seek relief in court... (i) Notwithstanding the denial of the operator of responsibility for the damage to the real property owner's water supply or the status of any appeal on determination of liability for the damage to the real property owner's water supply, the operator may not discontinue providing the required water service until authorized to do so by the secretary or a court of competent jurisdiction.

#### **Written Comment:**

Pursuant to West Virginia Code § 22-6A-11(a), all persons described in subsection (b), section ten of this article may file written comments with the secretary as to the location or construction of the applicant's proposed well work within thirty days after the application is filed with the secretary. All persons described in West Virginia Code § 22-6A-10(b) may file written comments as to the location or construction of the applicant's proposed well work to the Secretary at:

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

Office of Oil and Gas

MAY 2 6 2017

(304) 926-0450

WV Department of Environmental Protection
Such persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water. NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT.

API NO. 47-091

OPERATOR WELL NO. Sheme 205

Well Pad Name: Sheme

#### Time Limits and Methods for Filing Comments.

The law requires these materials to be served on or before the date the operator files its Application. You have **THIRTY (30) 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 adequate 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.

Pursuant to West Virginia Code § 22-6A-11(c)(2), Any objections of the affected coal operators and coal seam owners and lessees shall be addressed through the processes and procedures that exist under sections fifteen, seventeen and forty, article six of this chapter, as applicable and as incorporated into this article by section five of this article. The written comments filed by the parties entitled to notice under subdivisions (1), (2), (4), (5) and (6), subsection (b), section ten of this article shall be considered by the secretary in the permit issuance process, but the parties are not entitled to participate in the processes and proceedings that exist under sections fifteen, seventeen or forty, article six of this chapter, as applicable and as incorporated into this article by section five of this article.

#### **Comment Requirements**

Your comments must be in writing and 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.

Disclaimer: All comments received will be placed on our web site <a href="http://www.dep.wv.gov/oil-and-gas/Horizontal-Permits/Pages/default.aspx">http://www.dep.wv.gov/oil-and-gas/Horizontal-Permits/Pages/default.aspx</a> and the applicant will automatically be forwarded an email notice that such comments have been submitted. The applicant will be expected to provide a response to comments submitted by any surface owner, water purveyor or natural gas storage operator noticed within the application.

#### **Permit Denial or Condition**

The Chief has the power to deny or condition a well work permit. Pursuant to West Virginia Code § 22-6A-8(d), the permit may not be issued or be conditioned, including conditions with respect to the location of the well and access roads prior to issuance if the director determines that:

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

A permit may also be denied under West Virginia Code § 22-6A-7(k), the secretary shall deny the issuance of a permit if the secretary determines that the applicant has committed a substantial violation of a previously issued permit for a horizontal well, including the applicable erosion and sediment control plan associated with the previously issued permit, or a substantial violation of one or more of the rules promulgated under this article, and in each instance has failed to abate or seek review of the violation within the time prescribed by the secretary pursuant to the provisions of subdivisions (1) and (2), subsection (a), section five of this article and the rules promulgated hereunder, which time may not be unreasonable.

Pursuant to West Virginia Code § 22-6A-10(g), any person entitled to submit written comments to the secretary pursuant to subsection (a), section eleven of this article, shall also be entitled to receive from the secretary a copy of the permit as issued or a copy of the order modifying or denying the permit if the person requests receipt of them as a part of the written comments submitted concerning the permit application. Such persons may request, at the time of submitting written comments, notice of the permit decision and a list of persons qualified to test water.

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API NO. 47-091 OPERATOR WELL NO. Sheme 205
Well Pad Name: Sheme

Notice is hereby given by:

Well Operator: Arsenal Resources

Telephone: 724-940-1204
Email: ecarder@arsenalresources.com

Address: 6031 Wallace Road Extension, Suite 300

Wexford, PA 15090

Facsimile: 304-848-9134

#### Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at <a href="deepprivacyofficer@wv.gov">deepprivacyofficer@wv.gov</a>.

1045U.

OFFICIAL SEAL
NOTARY PUBLIC
STATE OF WEST VIRGINIA
CAROLINDA FLANAGAN
PO Box 603
Lumberport WV 26386
My Commission Expires September 15, 2021

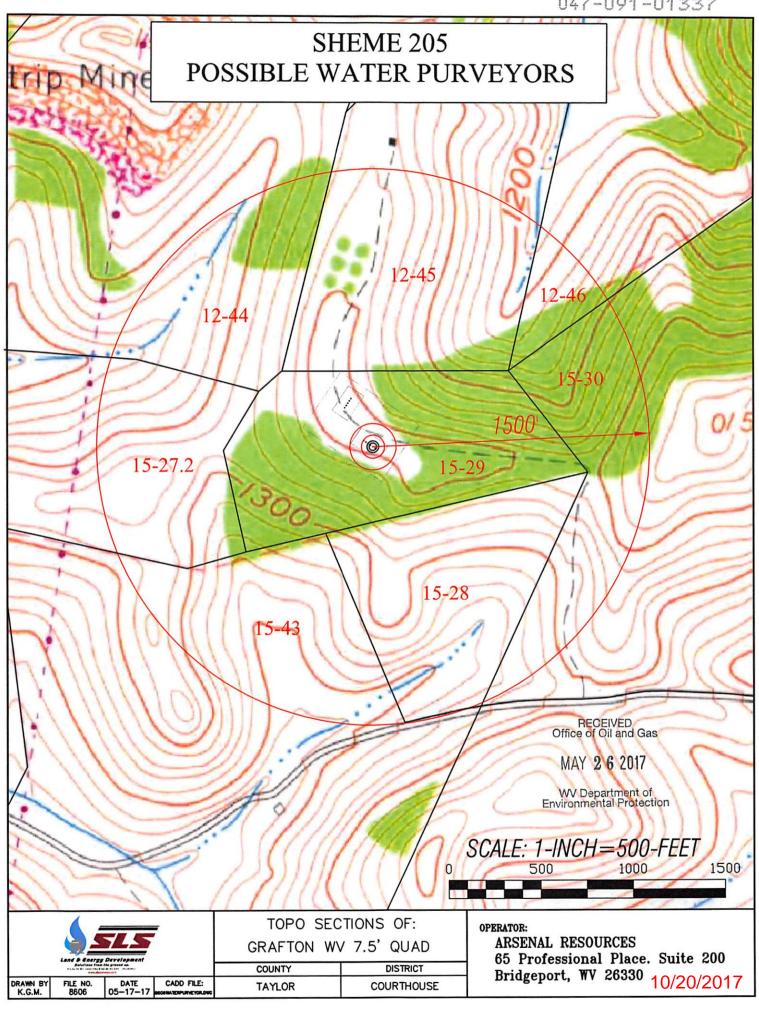
Subscribed and sworn before me this 18th day of May ,2017

Notary Public

My Commission Expires

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MAY 2 6 2017





#### Possible Water Purveyors within 1,500 feet of Sheme Pad

DISTRICT	MAP	PARCEL	OWNER	ADDRESS
COURTHOUSE	12	44	GARDNER SHELLY S	280 AMBERWOOD LN , WINCHESTER , VA 22602
COURTHOUSE	12	45	SHEME THOMAS R JR & JAYPRADHA WHITE	195 BOYLEN AVE , GRAFTON , WV 26354
COURTHOUSE	12	46	SHEME THOMAS R JR & JAYPRADHA WHITE	722 NUZUM RD , GRAFTON , WV 26354
COURTHOUSE	15	27.2	HAYS DALE E & MELISSA M & SURV	473 LOW LEVEL BRIDGE RD , GRAFTON , WV 26354
COURTHOUSE	15	28	SHEME THOMAS R JR & JAYPRADHA WHITE	195 BOYLEN AVE , GRAFTON , WV 26354
COURTHOUSE	15	29	BURTON DAVID & LUELLA & SURV	2657 SIMPSON RD , FLEMINGTON , WV 26347
COURTHOUSE	15	30	SHEME THOMAS R JR JAYPRADHA WHITE	722 NUZUM RD , GRAFTON , WV 26354
COURTHOUSE	15	43	LAMBERT WILLIAM & STANA & SURV	686 POST HILL RD , FLEMINGTON , WV 26347

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MAY 2 6 2017

# STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF INTENT TO DRILL

Pursuant to W. Va. Code § 22-6A-16(b), the Notice of Intent to Drill is only required if the notice requirements of W. Va. Code § 22-6A-10(a) have NOT been met or if the Notice of Intent to Drill requirement has NOT been waived in writing by the surface owner.

Notice Time l Date of Notic	Requirement: Notice shall be e: 05/24/2017		EN (10) days prior to filing a plication Filed: 05/24/2017	permit application.
Delivery met	nod pursuant to West Virgin	nia Code § 22-6A-10	6(b)	
☐ HAND	■ CERTIFIED	MAIL		
DELIVE	RY RETURN RE	CEIPT REQUESTE	ED .	
receipt reques drilling a hori of this subsect subsection ma	ted or hand delivery, give the zontal well: <i>Provided</i> , That r ion as of the date the notice v	surface owner notice notice given pursuan was provided to the s surface owner. The	e of its intent to enter upon that to subsection (a), section teaurface owner: <i>Provided, how</i> enotice, if required, shall include	an operator shall, by certified mail return ne surface owner's land for the purpose of n of this article satisfies the requirements vever, That the notice requirements of this ude the name, address, telephone number, r's authorized representative.
	eby provided to the SUR	FACE OWNER(s		
Name: David & L		/	Name:	s
Address: 2657 Flemington, WV 2			Address:	
Flemington, WV 2	.0347			
the surface ow State: County: District:	est Virginia Code § 22-6A-10 rner's land for the purpose of West Virginia Taylor Courthouse	drilling a horizontal	well on the tract of land as fo JTM NAD 83 Easting: Northing: Public Road Access:	580,279.1 4,347,246.0 US 119/250, CR 119/27, & CR 13/6
Quadrangle: Watershed:	Grafton		Generally used farm name:	Burton
This Notice Pursuant to V facsimile num related to hori	ber and electronic mail addi zontal drilling may be obtain	-16(b), this notice sees of the operator	and the operator's authorized ary, at the WV Department of	ess, telephone number, and if available, ed representative. Additional information f Environmental Protection headquarters, ep.wv.gov/oil-and-gas/pages/default.aspx.
	eby given by:			
Well Operator	: Aresenal Resources		Authorized Representative:	William Veigel
Address:	6031 Wallace Road Extension, Su	ite 300	Address:	65 Professional Place, Suite 200
Wexford, PA 150	90		Bridgeport, WV 26330	
Telephone:	724-940-1204		Telephone:	724-940-1117
Email:	ecarder@arsenalresources.com		Email:	wveigel@arsenalresources.com
Facsimile:	304-848-9134		Facsimile:	304-848-9134

#### Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at <a href="mailto:deprivacyofficer@wv.gov">deprivacyofficer@wv.gov</a>.

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10/20/2017

WW-6A5 (1/12)

# STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF PLANNED OPERATION

		equirement: notice shall be provided:  Object    Date Permit		ter than the filing cation Filed: 05/2		application.						
Delive	ry meth	od pursuant to West Virginia Code	§ 22-0	6A-16(c)								
		ED MAIL N RECEIPT REQUESTED		AND ELIVERY								
return the pla require drilling damag	receipt reanned op ed to be per of a horse es to the e notices	equested or hand delivery, give the su eration. The notice required by this provided by subsection (b), section te prizontal well; and (3) A proposed s surface affected by oil and gas opera	rface of subset of the contract of the contrac	owner whose land ection shall included is article to a surfacuse and compensed the extent the date	will be used for de: (1) A copy ace owner whos ation agreemen amages are comp	cation, an operator shall, by certified mail or the drilling of a horizontal well notice of of this code section; (2) The information see land will be used in conjunction with the at containing an offer of compensation for pensable under article six-b of this chapter. Sted in the records of the sheriff at the time						
(at the Name: Addres		mpson Rd.		of notice): Name:	::							
Pursua	ion on th			rilling a horizonta	l well on the tra	well operator has developed a planned ct of land as follows: 580,279.1						
County	· ·	Taylor		UTM NAD 8	Northing:	4,347,246.0						
Distric	_	Courthouse		Public Road		US 119/250, CR 119/27, & CR 13/6						
Quadra		Grafton		Generally use	ed farm name:	Burton						
Pursua to be p horizon surface inform headqu	Notice Shant to We provided natal well affected affected attion rel	by W. Va. Code § 22-6A-10(b) to g and (3) A proposed surface use and d by oil and gas operations to the ex- ated to horizontal drilling may be o ocated at 601 57 <sup>th</sup> Street, SE, Ch	a surficompositent the	ace owner whose ensation agreement the damages are cold from the Secret	land will be unt containing an ompensable und ary, at the WV	code section; (2) The information required used in conjunction with the drilling of a noffer of compensation for damages to the ler article six-b of this chapter. Additional Department of Environmental Protection or by visiting <a <="" href="https://www.dep.wv.gov/oil-and-drive-new-marked-n&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;Well C&lt;/td&gt;&lt;td&gt;Operator:&lt;/td&gt;&lt;td&gt;Aresenal Resources&lt;/td&gt;&lt;td&gt;&lt;/td&gt;&lt;td&gt;Address:&lt;/td&gt;&lt;td&gt;6031 Wallace Road&lt;/td&gt;&lt;td&gt;Extension, Suite 300&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;Teleph&lt;/td&gt;&lt;td&gt;•&lt;/td&gt;&lt;td&gt;724-940-1204&lt;/td&gt;&lt;td&gt;&lt;/td&gt;&lt;td&gt;&lt;/td&gt;&lt;td&gt;Wexford, PA 15090&lt;/td&gt;&lt;td&gt;Carry to demand a transfer of the Charlest Active to the Charlest Ac&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;Email:&lt;/td&gt;&lt;td&gt;&lt;/td&gt;&lt;td&gt;ecarder@arsenalresources.com&lt;/td&gt;&lt;td&gt;&lt;/td&gt;&lt;td&gt;Facsimile:&lt;/td&gt;&lt;td&gt;304-848-9134&lt;/td&gt;&lt;td&gt;&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;0" td=""><td>10 5</td><td></td><td></td><td></td><td></td><td></td></a>	10 5					

Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov.

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MAY 2 6 2017

WW-6AW (1-12)

API NO. 47- 091 -	
OPERATOR WELL NO.	Sheme 205
Well Pad Name: Sheme	

# STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS VOLUNTARY STATEMENT OF NO OBJECTION

#### Instructions to Persons Named on Page WW-6A

The well operator named on page WW-6A is applying for a permit from the State of West Virginia to conduct oil or gas well work. Well work permits are valid for twenty-four (24) months. Please contact the listed well operator and the Office of Oil and Gas if you do not own any interest in the listed surface tract.

#### **Comment and Waiver Provisions**

Pursuant to West Virginia Code § 22-6A-11(a), all persons described in subsection (b), section ten of this article may file written comments with the secretary as to the location or construction of the applicant's proposed well work within thirty days after the application is filed with the secretary.

Pursuant to West Virginia Code § 22-6A-8(b) No permit may be issued less than thirty days after the filing date of the application for any well work except plugging or replugging; and no permit for plugging or replugging may be issued less than five days after the filing date of the application except a permit for plugging or replugging a dry hole: *Provided*, That if the applicant certifies that all persons entitled to notice of the application under the provisions of subsection (b), section ten of this article have been served in person or by certified mail, return receipt requested, with a copy of the well work application, including the erosion and sediment control plan, if required, and the well plat, and further files written statements of no objection by all such persons, the secretary may issue the well work permit at any time.

#### VOLUNTARY STATEMENT OF NO OBJECTION

provisions list WW-6A and	ed above, and that I have received copies of attachments consisting of pages one (1) that the well plat, all for proposed well work on the	a Notice of Aprough	oplication, an App , including t	olication for a Well Work Permit on Form
State:	West Virginia	UTM NAD	Easting:	580,279.1
County:	Taylor	UTWINAD	Northing:	4,347,246.0
District:	Courthouse	Public Road	d Access:	US 119/250, CR 119/27, & CR 13/6
Quadrangle:	Grafton	Generally used farm name:		Burton
Watershed:	Long Run & Right Fork of Simpson Creek			
issued on thos	that I have no objection to the planned work of ematerials.  the box that applies	described in the		I have no objection to a permit being
□ SURFAC	CE OWNER		Signature:	he start
■ SURFAC	CE OWNER (Road and/or Other Disturbation Office OWNER (Impoundments/Pits)	ree Vand Gas	Print Name: The	omas R. Sheme, Jr.
□ SURFAC	CE OWNER (Impoundments/Pits)	C 3 4 LO.	EOD EVECUT	ION BY A CORPORATION ETC
	1	110	Company:	ION BY A CORPORATION, ETC.
□ COAL O	PERATOR	Wy Departmental Pro	Its:	
□ WATER	PURVEYOR	,		
□ OPERAT	TOR OF ANY NATURAL GAS STORA	GE FIELD	Date:	

#### Oil and Gas Privacy Notice:

The Office of Oil and Gas processes your personal information, such as name, address and telephone number, as 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 or your personal information, please contact DEP's Chief Privacy Officer at <a href="deepprivacyofficer@wv.gov">deepprivacyofficer@wv.gov</a>.



#### WEST VIRGINIA DEPARTMENT OF TRANSPORTATION

## **Division of Highways**

1900 Kanawha Boulevard East • Building Five • Room 110
Jim Justice Charleston, West Virginia 25305-0430 • (304) 558-3505
Governor

Thomas J. Smith, P. E. Secretary of Transportation/ Commissioner of Highways

October 3, 2017

James A. Martin, Chief
Office of Oil and Gas
Department of Environmental Protection
601 57<sup>th</sup> Street, SE
Charleston, WV 25304

Subject: DOH Permit for the Sheme Pad, Taylor County
Sheme 205 Well Site

Dear Mr. Martin,

The West Virginia Division of Highways has issued Permit #07-2017-0194 to Arsenal Resources for access to the well site located off of Barbour County route 10 SLS.

The operator has signed an OIL AND GAS ROAD MAINTENANCE BONDING AGREEMENT and provided the required Bond. This operator is currently in compliance with the DOH OIL AND GAS POLICY dated January 3, 2012.

Very Truly Yours,

Gary K. Clayton
Regional Maintenance Engineer

Central Office O&G Coordinator

Cc: Kelly Davis
Arsenal Resources
CH. OM. D-4

Well Name # Sheme 205						
FRACTURING ADDITIVES						
	PURPOSE	TRADE NAME	CAS#			
Additive #1:	Friction Reducer	WFRA-405	Proprietary			
Additive #2:	Scale Inhibitor	SI-1000	7440-21-3			
Additive #3:	Biocide	BIOCLEAR 2000	25314-61-8			
Additive #4:	Gelling Agent	LGC-15	9000-30-0			
Additive #5:	Corrosion Inhibitor	AI-300	111-76-2			
Additive #6:	Gel Breaker	AP-One	7727-54-0			
Additive #7:	Acid	HCl - 7.5%	7647-01-0			

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MAY 2 6 2017

# SHEME FINAL SITE PLAN ARSENAL RESOURCES

PROPOSED WELL NO. 201, 202, 203, 204, 205, 206, 211, 212, 213, 214, &

215

SITUATE ON THE WATERS OF TRIBUTARIES OF SIMPSON CREEK AND LONG RUN IN COURT HOUSE DISTRICT, TAYLOR COUNTY, WEST VIRGINIA.



2000 0 2000.

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GRAFTON GUAD

MISS Utility of West Virginia 1-800-254-4848 West Virginia State Law (Section XIV: Chapter 24c) Requires that you call two business days before you dig in the state of West Virginia. ITS THE LAW!

LIST OF DRAWINGS

ACCESS ROADS, & TOPSOIL STOCKPIL - OVERALL SHEET INDEX & VOLUMES - ACCESS ROAD & STOCKPILE

IANJSAA

ACCESS ROAD & EXCESS STOCKPIL WELL PAD

MAIN ACCESS PROFILE WELL PAD PROFILE ACCESS ROAD

MAIN ACCESS CROSS SECTION - MAIN ACCESS PROFILE

- MAIN ACCESS PROFILE

MAIN ACCESS CROSS SECTIONS 16 - MAIN ACCESS CROSS SECTION MAIN ACCESS CROSS

20 - STOCKPILE AND TURNOUT SECTI CONSTRUCTION DETAILS

WELL PAD ACCESS CROSS SEC

Land & Energy Development

PROPOSED LEGEND EXISTING UNDARY LINE

1D EDGE OF GRAVEL/I

D EDGE OF PAVEMENT

0 CENTERLINE

ROAD EDGE OF CR ROAD CENTERLINE Ϣ GARLINE R.V.
WATER TELL
GAS TELL
GAS TELL
TREELINE
PREFERENT
PREFE

THIS DOCUMENT WAS PREPARED BY: SWITH LAND SURVEYING

FOR ARSENAL RESOURCES

T-DITCH W/ CHECK DAN DITCH RELEA CULVERT (DRC) HIP-RAP OUTLIT PROTE IOO" WETLAND/STREAM B SLS AREA OF INTEREST GEO BORE HOLE

COMPOST PLITER SOCK
COMPOST PLITER SOCK
COMPOST PLITER SOCK
TREPLE STACK COMPOST

COVER SHEET

COURT HOUSE DISTRICT

COURT HOUSE DISTRICT

TAYLOR COUNTY, WY

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- SECTION EXTERNIOR CERD

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- SECTION EXTERNIOR

- SECTION EXTERNO

- SECTION E

ARSENAL RESOURCES
65 PROFESSIONAL PLACE
SUITE 200
BRIDGEPORT, WV 26330
PHONE. (304) 842-3597 OPERATOR

SMITH LAND SURVEYING, INC.
12 VANHORN DRIVE
P.O. BOX. 150
GIENVILE, WY 26351
PHONE: (304) 462-5634 ENGINEER/SURVEYOR

EV: 07-12-2017

DESIGNED BY: KLM IEET 1 OF 24 SCALE 1" - 2000' FILE NO. BEOS ATE 02-28-2017

ENTER PROPERTY.

PROJECT INFORMATION

PROJECT NAME, SHEME SURPACE OWNERS

DAVID & LUELLA BURTON
THE 15 PAR 25
COURT HOUSE DETRICT
TAYLOR COUNTY, WY
TOTAL PROPERTY AREA 30 CO ACRES

WVDEP OOG

7/12/2017

11/313

APPROVED

THOMAS SHEME ET AL.
TN 15 PAR 20
COUT HOUSE DETROIT
TANGO COUNT, VY
TOTAL PROFESTY AREA 148.37 ACRES

THOMAS SHEME ET AL
TW 18 PAR 28
TOUR HOUSE BESTICK
TATLOR COUNT, WY
TOTAL PROFINTY AREA 28 39 ACRES

ANTHONY VELTED
THE SE PARE SO
COURT HOUSE DESTRICT
TATION COUNTY, WY
TOTAL PROPERTY AREA 179.48 ACRES

STIE LOCATION:

THE STIEN THE TO ROUTE AND THE COUNTERS WIDE CO. ROUTE 13, APPROXIMATELY 12 WAITS SOUTHWAIT OF THE INTERSTITION OF COUNTY ROUTE 13 AND U.S. ROUTE 119 & 265 ON COUNTRIOUSE CHEMICS. MALIOR COUNTY.

PROPERTY DISTURBANCE COMPUTATIONS
PARELL 39 - 10 1 ACRES
PARELL 30 - 10 1 ACRES
PARELL 30 - 10 1 ACRES
PARELL 30 - 10 1 ACRES

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08) ZHOMN HEKEON MEHE
NHAEKED ETEMVIONZ (NVAD
CHID NOKIH (NVD83) VND

TUDE: -80.069581 (NAD 83) CENTER OF WELL PAD

PAD SITE ENTRANCE
LATTUDE 39 PRESIS LONGITUDE -80 CRESS (NAD 83)

LOCATION COORDINATES

SITE DISTURBANCE COMPUTATIONS
IN THE PROPERTY OF THE PROPERTY

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MISS UTILITY STATEMENT
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GEOTECHNICAL NOTE

A SUBSTRIBACE ENTERTRATION HAS NOT CURTORN ARE NOT RESPONSEDLE FOR ADDITIONAL CONSTRUCTION MEASURES RESULT OF ANY OTHER CEDITIONICAL.

ENVIRONMENTAL NOTE

A YELLAND/THEAM DELIKELION WAS PERFORMED ON 10-88-18 AND 00-68-17 BT ESS TO REVIEW THE SEET FOR METAL OF THE ALEXA WHICH THE SEED AND WELLAND THE SEED AND SECURITIES WHEN THE OF THE ARMY CHOSE OF THE WEST VICENIA BETWENDING FOR THE WEST VICENIA BETWENDING OF THE WEST VICENIA BET

GENERAL DESCRIPTION THE SHEWE PAD

RESTRICTIONS NOTES.

10/20/2017

