

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

January 15, 2015

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-10303028, issued to TRANS ENERGY, INC., is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

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

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

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

James Martin

Chief

Operator's Well No: DEWHURST III 400H

Farm Name: STATE OF WEST VIRGINIA

API Well Number: 47-10303028

Permit Type: Horizontal 6A Well

Date Issued: 01/15/2015

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 days of commencement of drilling.

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

1) Well Operator: Trans Energy Inc.			494481575	Wetzel	Grant	Center Point	
				Operator ID	County	District	Quadrangle
2) Operator's W	Vell Number	: Dewhurst	III 400H	Well Pad	Name: Dewh	urst	
3) Farm Name/	Surface Own	ner: State	of West Vir	ginia Public Road	d Access: Co	Rd 82/1	
4) Elevation, cu	irrent ground	d: <u>1426'</u>	Ele	evation, proposed p	oost-constructi	on: 1380'	
5) Well Type (a) Gas Oil Other				Unde	rground Storag	ge	
	(b)If Gas	Shallow		Deep			-
6) Existing Pad	: Yes or No	Horizontal No				\mathcal{D}_{i}	MH 8-20-14
7) Proposed Tar Marcellus Sha	_		h(s), Antici 00 psi	pated Thickness ar	nd Associated	Pressure(s)	:
8) Proposed To	tal Vertical I	Depth: 750	00'				
9) Formation at	Total Vertic	cal Depth:	Marcellus				
10) Proposed To	otal Measure	ed Depth:	11,482'				
11) Proposed H	orizontal Le	g Length:	3,810"				
12) Approximat	te Fresh Wa	ter Strata De	epths:	50,100, 900			
13) Method to I 14) Approximat			Depths: <u>C</u>	county Health Depart	ment		
15) Approximat	te Coal Sean	n Depths:	900'				
16) Approximat	te Depth to I	Possible Vo	id (coal mi	ne, karst, other):	None		
17) Does Propo directly overlyi				ns Yes	No	V	
(a) If Yes, pro	vide Mine I	nfo: Name	e:				
		Deptl	h:				
	D	Seam	_	 			
	Rec	CIVE	;				

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WW-6B (9/13)

18)

CASING AND TUBING PROGRAM

ТҮРЕ	<u>Size</u>	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	20	new	J-55	94	100	100	CTS
Fresh Water	13 3/8	new	J-55	54.5	950	950	CTS
Coal							
Intermediate	9 5/8	new	J-55	36	3000	3000	CTS
Production	5 1/2	new	P-110	20		11,482'	CTS
Tubing							<u> </u>
Liners							

DMH 8-20-14

ТҮРЕ	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	20	26	0.438	1530	Type 1	13 cu ft/sk
Fresh Water	13 3/8	17 1/2	.38	2730	Type 1	1.25 cu ft/sk
Coal						
Intermediate	9 5/8	12 1/2	.352	3520	Type 1	1.26 cu ft/sk
Production	5 1/2	8 3/4	.361	12360	Poz H Class H	1.18 cu ft/sk
Tubing						
Liners						

PACKERS

Kind:		
Sizes:		
Depths Set:		

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19) Describe proposed well work, including the drilling and plugging ba	ack of any pilot hole:
Drill and complete horizontal well in the Marcellus Shale. Lateral to be approxi	
	·
20) Describe fracturing/stimulating methods in detail, including anticipation	ated max pressure and max rate:
A water fracture treatment is proposed a mixture of sand and water will be used	d to stimulate the Marcellus Shale.
Max Pressure 10,000 Max Rate 100 bbl/min	
21) Total Area to be disturbed, including roads, stockpile area, pits, etc.,	, (acres): 30.08 acres
22) Area to be disturbed for well pad only, less access road (acres):	1.54 acres
23) Describe centralizer placement for each casing string:	DMH 8-20-14
Fresh Water String - 1 centralizer every 160' Intermediate String - 1 centralizer every 100' from 3000' to 900' Production String - 1 centralizer every 80' from TD to above ROP (7000')	
24) Describe all cement additives associated with each cement type:	
Standard Type 1 cement - retarder and fluid loss (surface and interm) Type 1 = 2% CaCl ₂ + Y4# Flake - Surface Cement mixed @ 15.6 ppg CaCl ₂ , F Type 1 = 2% CaCl ₂ + Y4# Flake - Intermediate Cement mixed @ 15.6 ppg Class H in lateral - retarder and fluid loss and free water additive	Flake (cellophane flake)
25) Proposed borehole conditioning procedures:	
Before cement casing mud will be thinned and all gas will be circulated out of the	ne mud before cementing.
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*Note: Attach additional sheets as needed.

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Туре	Product no.			Applicati			4L		. 43	8	8	₩.	V	V
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			viscous		serii wen	प ्	water	is not extended.						
	*****		liquid			:								
		Dry &	White or	,		:		High purity, small						
	CG610S-	water	faint		Saturate	d	Soluble i	in dosage, good slumy	٠					
• •	P Powder	mixed	yellow	≤180°C	salt water	! —	– i cold	fluidity and not						
AM	PS	dual	powder				Weter	extended.						
quadripo	olymer	baibose		•	•		1							
•	CG610S-D	Dry	Pray		i Saturate	٠.	Partly	Easy storage, long						
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functional fluid	' CG610S-T	water .				1	Soluble in	- •						
loss additives	Powder	mixed	White	≤180°C	Saturate		- ' cold	slurry's fluidity is						
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		water	,				Parate :							
	CH210S-P High.	mixed	White .	55-110℃	18% salt		Solublo im H	ligh purity and low						
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WELLBORE SCHEMATIC

Well Name:

DEWHURST III 400H

County:

Wetzel

Latitude:

39.470150

Longitude:

-80.641567

TVD:

7,500 ft.

TD:

11,482 ft.

Type Casing	<u>Size</u>	Footage
Conductor	20"	100'
Fresh Water	13-3/8"	950'
Intermediate	9-5/8	3,000'
Production	5-1/2"	11,482'

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Office of Oil and Gas

AUG 1 8 2014

WV Department of Environmental Protection

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name_Trans Energy Inc. OP Code 494481575	
Watershed (HUC 10)_Buffalo Run and Bob Campbell Run Quadrangle Center Point	
Elevation 1426 County Wetzel District Grant	
Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes No	
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 All frac fluids will be flowed back into storage containers and Buckeye Water Service Company will haul to an approved water disposal facilities	
Will closed loop system be used? If so, describe: _yes	-14
Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. Freshwater mud until reaching Marcellus then synthetic	
-If oil based, what type? Synthetic, petroleum, etc. Synthetic	
Additives to be used in drilling medium? See attached	
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. All cuttings will be hauled to approved landfill	
-If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust) No Pit	
-Landfill or offsite name/permit number? Short Creek Landfill SWF - 1034	
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 RECEIVED Office of Oil 1	
Company Official (Typed Name) Leslie Gearhart Office of Oil and Gas	
Company Official Title VP Operations AUG 1 8 2014	
Subscribed and sworn before me this day of Clerent State of West Virginia Debra A. Martin Debra A. Martin Public Energy Incorporated 210 2nd Street St. Mary's, WV 26170 My Commission expires 03/29/2020 My commission expires 03/29/2020	4 =
10/2/P	15

Form WW-9 Operator's Well No. Dewhurst III 400H Trans Energy Inc. Proposed Revegetation Treatment: Acres Disturbed Prevegetation pH Tons/acre or to correct to pH _ Fertilizer type Fertilizer amount lbs/acre Mulch Tons/acre Seed Mixtures **Temporary** Permanent Seed Type lbs/acre Seed Type lbs/acre Meadow Mix Meadow Mix 100 100 50 Oats or Rye 50 Oats or Rye Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided) Photocopied section of involved 7.5' topographic sheet. Plan Approved by: Comments: RECEIVED -Office of Oil and Gas AUG 1 8 2014 WV Department of Date: 8-17-14 Invironmental Protection Title: Oil + Gas Trope ctos Field Reviewed?

TRANS ENERGY, INC.

Well Site Safety Plan

DEWHURST III 400H, 401H Pad

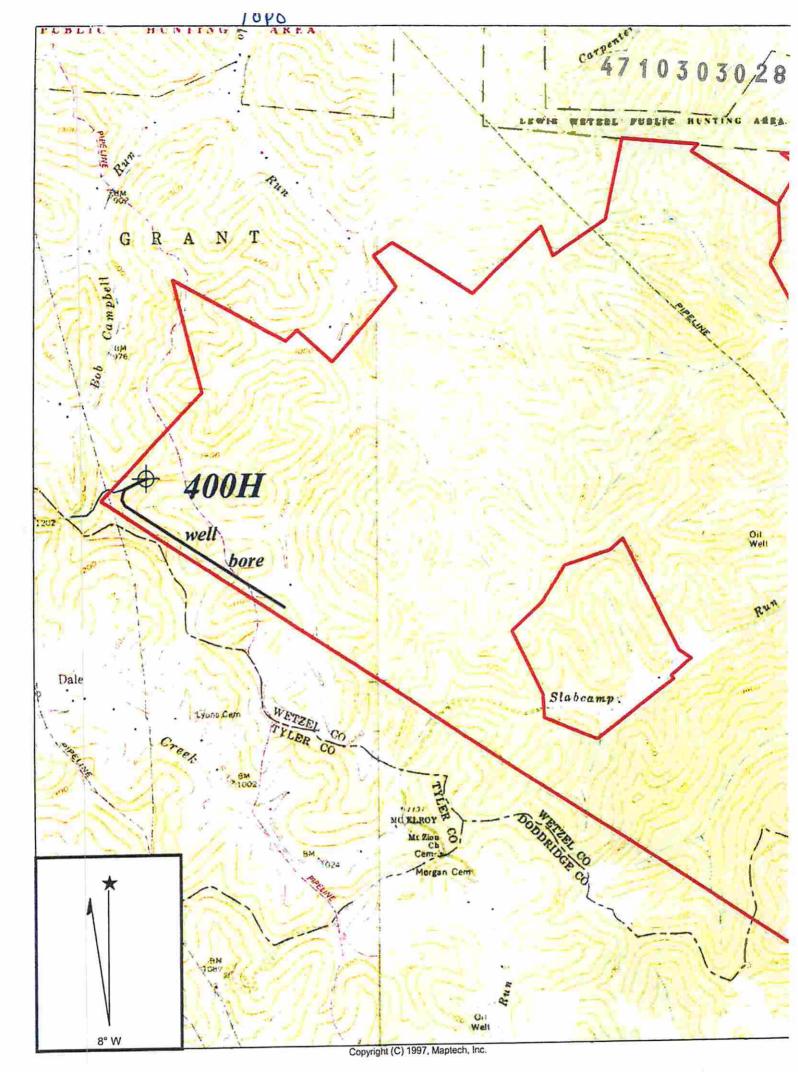
Wetzel County

PMH 8-13-14 7/30/14

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WV Department of Environmental Prefection



CENTER POINT QUADRANGLE

SCALE 1" = 2000'

TRANS ENERGY, INC.

Received AUG 2 0 2014

Office of Oil and Gas WV Dept. of Environmental Protection WELL: DEWHURST III 400H +/- 3156 ACRE UNIT J. W. DEWHURST, ET AL

GRANT DISTRICT WETZEL COUNTY WEST VIRGINIA

