

#### 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

August 29, 2014

#### WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-103338, issued to CNX GAS COMPANY LLC , is evidence of permission granted to perform the specified well work at the location described on the attached pages and located on the attached plat, subject to the provisions of Chapter 22 of the West Virginia Code of 1931, as amended, and all rules and regulations promulgated thereunder, and to all conditions and provisions outlined in the pages attached hereto. Notification shall be given by the operator to the Oil and Gas Inspector at least 24 hours prior to the construction of roads, locations, and/or pits for any permitted work. In addition, the well operator shall notify the same inspector 24 hours before any actual well work is commenced and prior to running and cementing casing. Spills or emergency discharges must be promptly reported by the operator to 1-800-642-3074 and to the Oil and Gas inspector.

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

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

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

James Martin

Chief

Operator's Well No: PHL20AHS

Farm Name: JACOBS, ROBERT

API Well Number: 47-103338

Permit Type: Horizontal 6A Well

Date Issued: 08/29/2014

API Number: 1-0 3338

#### **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**

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

WW-6B (9/13)

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

				6	512
1) Well Operator: CNX Gas C	Company LLC	494458046	Barbour	Pleasant	Philippi
2) Operator's Well Number: PH	L20AHS	Operator ID Well Pa	County ad Name: PHL	District 20HS	Quadrangle
3) Farm Name/Surface Owner:	Robert Jacobs	Public Pe	ad Access: Co	Dt 77/6	
5) Farm Name/Surface Owner.	Trobeit dacobs	rubite Ke	ad Access. Co	). Kt. 1110	
4) Elevation, current ground:	1564' E	Elevation, proposed	l post-construc	tion: 1563'	
5) Well Type (a) Gas	Oil _	■ Une	derground Stor	age	
Other	II and an	D			
4.5%	llow =	Deep			
6) Existing Pad: Yes or No NO	izonai -	-			
7) Proposed Target Formation(s	), Depth(s), Anti	cipated Thickness	and Associated	Pressure(s):	
Target - Marcellus, Depth - 8010					
8) Proposed Total Vertical Dept	h: 8205'				
9) Formation at Total Vertical D	epth: Oriskany	Sand			
10) Proposed Total Measured De	epth: 20730'				
11) Proposed Horizontal Leg Le	ngth: 10320'				
12) Approximate Fresh Water S	trata Depths:	50'			
13) Method to Determine Fresh	Water Depths:	Offset Well			
14) Approximate Saltwater Dept	ths: 1690', 1950	0'			
15) Approximate Coal Seam De	pths: 665', 735'				
16) Approximate Depth to Possi	ble Void (coal m	nine, karst, other):	Potential void fi	om 156' to 162	2'
17) Does Proposed well location directly overlying or adjacent to		nms Yes ✓	N	о 🔲	
(a) If Yes, provide Mine Info:	Name: Sent	tinel Mine			
		& 735'			
	Seam: Upper Ki	itaning and Lower Kittaning			
	Owner: Arch	Coal			

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## CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	30"	N	L.S.	118#	80'	80'	Grout to surface w/ Class A type cement
Fresh Water	20"	N	J-55	94#	200'	200'	CTS w/ Class A Type Cement
Coal	13 3/8"	N	J-55	54.5#	800'	800'	CTS w/ Class A Type Cement
Intermediate	9 5/8"	N	J-55	36#	2650'	2650'	CTS w/ Class A Type Cement
Production	5 1/2"	N	P-110	20#	20730'	20730'	2200 Gu & w/ 50/50 POZ Land & Clary
Tubing	2 3/8"	N	J-55	4.7#	8500'	8500'	
Liners							

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y amy	KW	4/10/14	Humall.	4-10-10

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	30"	42"	0.730	1480	Class A Type	1.18
Fresh Water	20"	26"	0.438	2110	Class A Type	1.18
Coal	13 3/8"	17 1/2"	0.380	2730	Class A Type	1.39
Intermediate	9 5/8"	12 3/8"	0.352	3520	Class A Type	1.18
Production	5 1/2"	8 3/4" & 8 1/2"	0.361	12640	Class A Type	1.26
Tubing	2 3/8"	5 1/2" Csg	0.190	7700		
Liners						

### **PACKERS**

Kind:	None	
Sizes:	None	
Depths Set:	None	

WW-6B (9/13)

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
Drill and stimulate new horizontal Marcellus well. Well to be drilled to a TMD of 20730'. Well to be drilled to a TVD of 8205', formation at TVD - Oriskany Sand. Well will be plugged back to an approximate depth of 6800' (approximate due to exact kick off point being unknown). Plugging back will be done using the displacement method and Class A Type cement. A solid cement plug will be set from TD to KOP. If an unexpected void is encountered, plan will be to set casing at a minimum of 30' past void and cement to surface with approved Class A type cement. There will not be any production, perforation, or stimulation of any formations below the target formation.
20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:
The stimulation will be multiple stages divided over the lateral length of the well. Stage spacing is dependent upon engineering design. Slickwater fracturing technique will be utilized on each stage using sand, water, and chemicals. Max Pressure - 9500 psi. Max Rate - 100 bbl/min.
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):  40.3 Acres
22) Area to be disturbed for well pad only, less access road (acres): 19.8 Acres
23) Describe centralizer placement for each casing string:
Conductor - No centralizers used. Fresh Water & Coal - Bow spring centralizers on first joint then every fourth joint to 100 feet from surface. Intermediate - Bow spring centralizers one on the first two joints and every forth joint until inside surface casing. Production - Rigid bow spring centralizer on first joint then every 2 casing joints (free floating) through the lateral and the curve. (Note: cementing the 5 1/2" casing completely in open hole lateral and curve.)
24) Describe all cement additives associated with each cement type:
Conductor - 2% CaCl2. Fresh Water/Coal - 2% CaCl2. Intermediate - 2% CaCl2. Production - 2.6% Cement extender, 0.7% Fluid loss additive, 0.5% High Temperature Retarder, 0.2% Friction Reducer
25) Proposed borehole conditioning procedures:
Conductor - The hole is drilled w/ air and casing ran in air. Apart from insuring the hole is clean via air circulation at TD,

Conductor - The hole is drilled w/ air and casing ran in air. Apart from insuring the hole is clean via air circulation at TD, there are no other conditioning procedures. Fresh Water/Coal - The hole is drilled w/ air and casing is ran in air. Once casing is on bottom, the casing shoe will be cleared with fresh water and gel prior to cementing. Intermediate - The hole is drilled w/ air and casing is ran in air. Once casing is on bottom, the casing shoe will be cleared with fresh water and gel prior to cementing. (Note: Drilling soap may be utilized if the hole gets wet/damp during the drilling of all air holes with the exception of the conductor). Production - The hole will be drilled with synthetic oil base mud and once at TD the hole is circulated at a drilling pump rate until the hole is clean. Once casing is ran the hole is circulated for a minimum of one hole volume prior to pumping cement.

\*Note: Attach additional sheets as needed.

#### **Cement Additives**

- Conductor 2% CaCl2
- Freshwater/Coal 2% CaCl2
- Intermediate 2% CaCl2
- Production
  - o 2.6% Cement extender
  - o 0.7% Fluid Loss Additive
  - o 0.5% High Temperature Retarder
  - o 0.2% Friction Reducer

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V. V Dispositional of Environmental Protection

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

# FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Watershed (HUC 10) Simpson	any LLC	OP Code 494458046	
······································	Creek	Quadrangle Philippi	
Elevation 1564'	County Barbour	District Pleasant	
Do you anticipate using more the Will a pit be used? Yes	nan 5,000 bbls of water to complete	the proposed well work? Yes No	<u>l</u>
If so, please describe a	nticipated pit waste: N/A		
Will a synthetic liner b	e used in the pit? Yes No	o If so, what ml.? N/A	
Proposed Disposal Mer	thod For Treated Pit Wastes:		
Unde Reuse Off S	Application erground Injection ( UIC Permit Number (at API Number (Supply form WW-9 for the Company)	or disposal location)	
	(Explain Recycle on other well on s	- P. Calan Fador v	
		with the use of a centrifuge/shaker, liquids recycled solids disposed offsite at approx	red landfill.
		Air, freshwater, oil based, etc. Air and oil based mud	
	? Synthetic, petroleum, etc. Synthetic		
	medium? Bactericide, Polymers, and Wei		
Drill cuttings disposal method?	Leave in pit, landfill, removed offsit	te, etc. Landfill	
-If left in pit and plan to	solidify what medium will be used	? (cement, lime, sawdust) N/A	
		tern Landfill, Max Environmental's Yukon Landfill and Bulger	Landfill
provisions of the permit are enfo aw or regulation can lead to enfo I certify under penalty application form and all attach obtaining the information. I beli	orceable by law. Violations of any orcement action. of law that I have personally examents thereto and that bessed are	tions of the GENERAL WATER POLLUTION PE a Department of Environmental Protection. I under term or condition of the general permit and/or oth mined and am familiar with the information subm my inquiry of those individuals immediately re- accurate, and complete. I am aware that there a f fine or imprisonment.	stand that the ner applicable nitted on this
Company Official Signature  Company Official (Typed Name)	Jeremy Jones ted Agent - General Manager WV Gas	Oprations	
Company Official SignatureCompany Official (Typed Name) Company Official Title Designat	ted Agent - General Manager WV Gas		
Company Official Signature  Company Official (Typed Name)	ted Agent - General Manager WV Gas	P(L , 26/4 1877)	OFFICIAL SEAL NOTARY PUBLIC STATE OF WEST VARGINA AROLINIDA FLANAGAI

Form WW-9

Operator's Well No. PHL20AHS

Proposed Dayonatatian To	36	30	C F
Proposed Revegetation Treatme	ent: Acres Disturbedst	Prevegetation	<sub>pH</sub> 6.5
	st Tons/acre or to correct	to pH	
Fertilizer type 10-20-20 or ec		-	
Fertilizer amount 500	TANKS TO STORY	lbs/acre	
Mulch_ hay or stra	aw @ 2	Cons/acre	
		Seed Mixtures	
Temp	orary		nanent
Seed Type	lbs/acre	Seed Type	lbs/acre
Orchard Grass	25	Orchard Grass	25
Birdsfoot Trefoil	15	Birdsfoot Trefoil	15
Ladino Clover	10	Ladino Clover	10
attach: brawing(s) of road, location, pit a rovided) hotocopied section of involved		d application (unless engineered plans i	ncluding this info have
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# Safety Plan for Well # PHL20AHS CNX Gas Company LLC

1/16 4-10-14





