

## 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 04, 2014

## WELL WORK PERMIT

#### Horizontal 6A Well

This permit, API Well Number: 47-103344, 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: PHL 21 BHS

Farm Name: PHILIPPI DEVELOPMENT, INC.

API Well Number: 47-103344

Permit Type: Horizontal 6A Well

Date Issued: 08/04/2014

API Number: <u>/- 033 4 4</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. Failure to adhere to the specified permit conditions may result in enforcement action.

### **CONDITIONS**

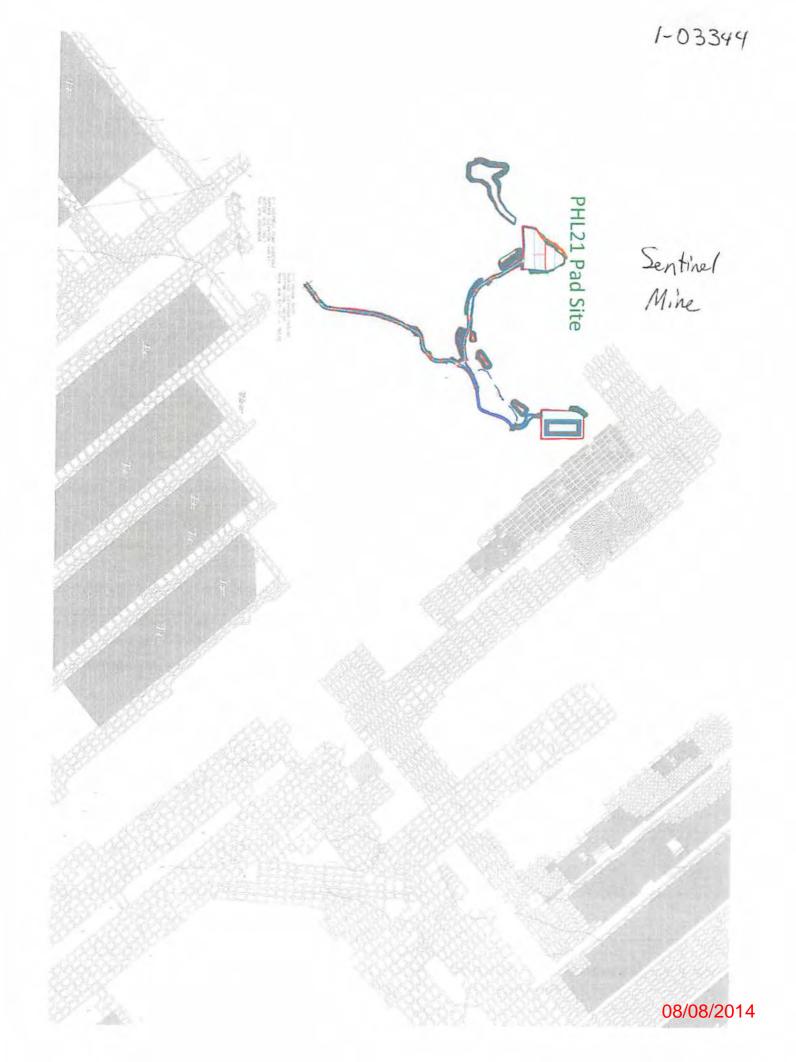
- 1. This proposed activity will require permit coverage from the United States Army Corps of Engineers (USACE) and WV DEP Department of Water and Waste Management (DWWM). No activity authorized under this permit shall be commenced until all necessary permits from USACE and DWWM are obtained.
- 2. If 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.

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

	WELL WORK P	ERMIT APPLICA	ATION	1. 245
		The second second	1	6 57
) Well Operator: CNX Ga	s Company LLC	494458046	Barbour	Pleasant Philippi
		Operator ID	County	District Quadrangle
) Operator's Well Number:	PHL21BHS	Well Pa	ad Name: PHL	21HS
) Farm Name/Surface Owne	Philippi Developme	ent, INC. Public Ro	oad Access: Co	. Rt. 77/6
) Elevation, current ground:	1556' E	levation, proposed	d post-construct	ion: 1567'
) Well Type (a) Gas Other	Oil _	Une	derground Stora	ige
(b)If Gas	Shallow _	Deep		
I	Horizontal =			
) Existing Pad: Yes or No	NO			
) Proposed Target Formation Target - Marcellus, Depth - 7			and Associated	Pressure(s):
) Proposed Total Vertical De	epth: 8095'			
) Formation at Total Vertica	l Depth: Oriskany	Sand		
0) Proposed Total Measured	Depth: 20115'			
1) Proposed Horizontal Leg	Length: 9885'			
2) Approximate Fresh Wate	r Strata Depths:	150', 575', 730'		
3) Method to Determine Fre	sh Water Depths:	Offset Well		
4) Approximate Saltwater D	1 H. 5 III 그램 되었다.	5'		
5) Approximate Coal Seam	Depths: 660', 730'			
6) Approximate Depth to Po	ossible Void (coal m	nine, karst, other):	None Anticipate	d
7) Does Proposed well locat irectly overlying or adjacent		oms Yes ✓	N	o 🔲
(a) If Yes, provide Mine Inf	fo: Name: Sent	tinel Mine	-	housened
Are a district and a second	Depth: 660'	& 730'	i.	18081760
	Seam: Upper Ki	iltaning and Lower Kiltaning		VIAN 1 = 101A
	Owner: Arch	Coal		WHI CON

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WW-6B (9/13)

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## CASING AND TUBING PROGRAM

TYPE	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	20"	N	J-55	94#	100'	100'	Orout to surface w/ Class A type cement
Fresh Water	13 3/8"	N	J-55	54.5#	800'	800'	CTS w/ Class A Type Cement
Coal							CTS w/ Class A Type Cement
Intermediate	9 5/8"	N	J-55	36#	2500'	2500'	CTS w/ Class A Type Cement
Production	5 1/2"	N	P-110	20#	20115'	20115'	2200 cu N. w/ 50/50 POZ Least & Class
Tubing	2 3/8"	N	J-55	4.7#	8500'	8500'	
Liners	10-Ti						

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TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	20"	26"	0.438	2110	Class A Type	1.18
Fresh Water	13 3/8"	17 1/2"	0.380	2730	Class A Type	1.39
Coal					1	
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		niobiai
Liners						

## **PACKERS**

Kind:	None	
Sizes:	None	bovis
Depths Set:	None	Received

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Office of Oll and Gas
WV Dept. of Environmental Protection

WW-6B (9/13)

19	Describe proposed w	ell work.	including	the drilling	and plug	ging back	of any	nilot hole:
	, and a property of		*********	CALL CONTRACTOR	COLLEGE PAYER OF	MILLIAM CHOIC	Or mir	DILLOT HOLD.

Drill and stimulate new horizontal Marcellus well. Well to be drilled to a TMD of 20115'. Well to be drilled to a TVD of 8095'. formation at TVD - Oriskany Sand. The well will be drilled no more than 100' beyond the top of the Onondaga. 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.

<ol> <li>Describe fracturing/stimulating methods in detail, including anticipated max pressu</li> </ol>	re and max ra	ate:
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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.

<ol> <li>Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):</li> </ol>	25.7 Acres

19.3 Acres 22) Area to be disturbed for well pad only, less access road (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. 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. RECEIVED

\*Note: Attach additional sheets as needed.

Office of Oil and Gas

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

## FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name CNX Gas Company LLC		OP Code 49445	58046
Watershed (HUC 10)_Pleasant Creek		Quadrangle Philippi	
Elevation 1556	County Barbour	District Pleas	ant
Do you anticipate using more than 5,000 Will a pit be used? Yes No		te the proposed well work? Yes _	✓ No □
If so, please describe anticipate	d pit waste: N/A		
Will a synthetic liner be used in	the pit? Yes	No   If so, what ml.? N/A	
Proposed Disposal Method For	Treated Pit Wastes:		
Reuse (at AP	Injection ( UIC Permit N I Number_ osal (Supply form WW-9		)
Will closed loop system be used? If so, o	describe: Yes, cuttings/fluid separat	ed with the use of a centrifuge/shaker liquids recycled so	lids disposed offsite at approved landfill
Drilling medium anticipated for this well			
-If oil based, what type? Syntho	etic, petroleum, etc.Synthe	tic	
Additives to be used in drilling medium?		75 a 7 11 a	
Orill cuttings disposal method? Leave in			
		sed? (cement, lime, sawdust) N/A	
		vestern Landfill, Max Environmental's Yuko	on Landfill and Bulger Landfill
The state of the s			
on August 1, 2005, by the Office of Oil a provisions of the permit are enforceable law or regulation can lead to enforcemen I certify under penalty of law application form and all attachments the obtaining the information, I believe that penalties for submitting false information	and Gas of the West Virging by law. Violations of a traction. It action that I have personally entereto and that, based out the information is true.	ny term or condition of the general xamined and am familiar with the on my inquiry of those individual e, accurate, and complete. I am a	Protection. I understand that the I permit and/or other applicable information submitted on this is immediately responsible for
Company Official Signature	y longe	3090	MAY 1 4 2014
Company Official (Typed Name) Jerem	nt General Manager WV G	es Operations	MAY 1 4 2014
Company Official Title_Designated Ager	ii Gerierai wanager vvV Ga	as Operations	Office of Oil and Gas
	ath		WV Dept. of Environmental Protect
Subscribed and swom before me this	day of	May . 2014 Notary Pol	OFFICIAL SEAL NOTARY PUBLIC STATE OF WEST VIRGINIA CAROLINDA FLANAGA
My commission expires purely	nla for	man and a second	PO Box 603 Lumburgori WV 263365 My Com (1987) 469 854 200

Form WW-9 Operator's Well No. PHL21BHS CNX Gas Company LLC Proposed Revegetation Treatment: Acres Disturbed 25.7 acres Prevegetation pH 6.5 Lime according to PH test Tons/acre or to correct to pH 7.0 Fertilizer type \_\_\_\_\_\_\_10/20/20 or equivalent Fertilizer amount 500 lbs/acre hay or straw @ 2 Tons/acre Seed Mixtures Temporary Permanent Seed Type Seed Type lbs/acre lbs/acre **Orchard Grass** 25 **Orchard Grass** 25 Birdsfoot Trefoil Birdsfoot Trefoil 15 15 Ladino Clover 10 Ladino Clover 10 Attach: Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided) Photocopied section of involved 7.5' topographic sheet. Lund brever A ay 216 Sec STOCK PILE Received Title: OIL + CAS INSPECTOR Date: 4-10-2014

