



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 21, 2015

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-1706646, issued to ANTERO RESOURCES CORPORATION, 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: SCHRADER UNIT 2H
Farm Name: HAUG, ROBERT M. ET AL
API Well Number: 47-1706646
Permit Type: Horizontal 6A Well
Date Issued: 01/21/2015

Promoting a healthy environment.

01/23/2015

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. Failure to adhere to the specified permit conditions may result 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 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: Antero Resources Corporation 494488557 017 - Doddridge West Union Smithburg 7.5'
Operator ID County District Quadrangle

8 611

2) Operator's Well Number: Schrader Unit 2H Well Pad Name: Existing Nash Pad

3) Farm Name/Surface Owner: Robert M. Haug et al Public Road Access: CR 30/3

4) Elevation, current ground: 1,381' Elevation, proposed post-construction: 1,381'

5) Well Type (a) Gas Oil Underground Storage

Other

(b) If Gas Shallow Deep

Horizontal

DCW
10-14-2014

6) Existing Pad: Yes or No Yes

7) Proposed Target Formation(s), Depth(s), Anticipated Thickness and Associated Pressure(s):
Marcellus Shale: 7,300' TVD, Anticipated Thickness- 55 feet, Associated Pressure- 2950#

8) Proposed Total Vertical Depth: 7,400'

9) Formation at Total Vertical Depth: Marcellus Shale

10) Proposed Total Measured Depth: 17,500'

11) Proposed Horizontal Leg Length: 8,801'

12) Approximate Fresh Water Strata Depths: 180'

13) Method to Determine Fresh Water Depths: McConnell Unit 1H (API #47-017-06317) on the same pad.

14) Approximate Saltwater Depths: 1823', 1877'

15) Approximate Coal Seam Depths: None Identified

16) Approximate Depth to Possible Void (coal mine, karst, other): None Anticipated

17) Does Proposed well location contain coal seams directly overlying or adjacent to an active mine? Yes No

(a) If Yes, provide Mine Info: Name: _____
Depth: _____
Seam: _____
Owner: _____

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18)

CASING AND TUBING PROGRAM

| TYPE | <u>Size</u> | <u>New or Used</u> | <u>Grade</u> | <u>Weight per ft. (lb/ft)</u> | <u>FOOTAGE: For Drilling</u> | <u>INTERVALS: Left in Well</u> | <u>CEMENT: Fill-up (Cu. Ft.)</u> |
|--------------|-------------|--------------------|--------------|-------------------------------|------------------------------|--------------------------------|----------------------------------|
| Conductor | 20" | New | H-40 | 94# | 40' | 40' | CTS, 38 Cu. Ft. |
| Fresh Water | 13-3/8" | New | J-55/H-40 | 54.5#/48# | 300' | 300' | CTS, 417 Cu. Ft. |
| Coal | 9-5/8" | New | J-55 | 36# | 2,460' | 2,460' | CTS, 1,002 Cu. Ft. |
| Intermediate | | | | | | | |
| Production | 5-1/2" | New | P-110 | 20# | 17,500' | 17,500' | 4,417 Cu. Ft. |
| Tubing | 2-3/8" | New | N-80 | 4.7# | | 7,100' | |
| Liners | | | | | | | |

*DCW
10-14-2014*

| TYPE | <u>Size</u> | <u>Wellbore Diameter</u> | <u>Wall Thickness</u> | <u>Burst Pressure</u> | <u>Cement Type</u> | <u>Cement Yield (cu. ft./k)</u> |
|--------------|-------------|--------------------------|-----------------------|-----------------------|-----------------------|---------------------------------|
| Conductor | 20" | 24" | 0.438" | 1530 | Class A | 1.18 |
| Fresh Water | 13-3/8" | 17-1/2" | 0.38"/0.33" | 2730/1730 | Class A | 1.18 |
| Coal | 9-5/8" | 12-1/4" | 0.352" | 3520 | Class A | 1.18 |
| Intermediate | | | | | | |
| Production | 5-1/2" | 8-3/4" & 8-1/2" | 0.361" | 12630 | Lead-H/POZ & Tail - H | H/POZ-1.44 & H-1.8 |
| Tubing | 2-3/8" | 4.778" | 0.19" | 11200 | | |
| Liners | | | | | | |

PACKERS

| | | | | |
|-------------|-----|--|--|--|
| Kind: | N/A | | | |
| Sizes: | N/A | | | |
| Depths Set: | N/A | | | |

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

Drill, perforate, fracture a new horizontal shallow well and complete Marcellus Shale.

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

Antero plans to pump Slickwater into the Marcellus Shale formation in order to ready the well for production. The fluid will be comprised of approximately 99 percent water and sand, with less than 1 percent special-purpose additives as shown in the attached "List of Anticipated Additives Used for Fracturing or Stimulating Well."

21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 22.84 Existing Acres

22) Area to be disturbed for well pad only, less access road (acres): 5.25 Existing Acres

23) Describe centralizer placement for each casing string:

Conductor: no centralizers

Surface Casing: one centralizer 10' above the float shoe, one on the insert float collar and one every 4th joint spaced up the hole to surface.

Intermediate Casing: one centralizer above float joint, one centralizer 5' above float collar and one every 4th collar to surface.

Production Casing: one centralizer at shoe joint and one every 3 joints to top of cement in intermediate casing.

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

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Conductor: no additives, Class A cement.

Surface: Class A cement with 2-3% calcium chloride and 1/4 lb of flake

Intermediate: Class A cement with 1/4 lb of flake, 5 gallons of clay treat

Production: Lead cement- 50/50 Class H/Poz + 1.5% salt + 1% C-45 + 0.5% C-16a + 0.2% C-12 + 0.45% C-20 + 0.05% C-31

Production: Tail cement- Class H + 45 PPS Calcium Carbonate + 1.0% FL-160 + 0.2% ACGB-47 + 0.05% ACSA-51 + 0.2% ACR-20

WV Department of
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25) Proposed borehole conditioning procedures:

Conductor: blowhole clean with air, run casing, 10 bbls fresh water.

Surface: blowhole clean with air, trip to conductor shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate pipe capacity + 40 bbls fresh water followed by 25 bbls bentonite mud, 10 bbls fresh water spacer.

Intermediate: blowhole clean with air, trip to surface casing shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate 40 bbls brine water followed by 10 bbls fresh water and 25 bbls bentonite mud, pump 10 bbls fresh water.

Production: circulate with 14 lb/gal NaCl mud, trip to middle of lateral, circulate, pump high viscosity sweep, trip to base of curve, pump high viscosity sweep, trip to top of curve, trip to bottom, circulate, pump high viscosity sweep, trip out, run casing, circulate 10 bbls fresh water, pump 48 bbls barite pill, pump 10 bbls fresh water followed by 48 bbls mud flush and 10 bbls water.

*Note: Attach additional sheets as needed.

WW-9
(9/13)

API Number 47 - 017 - _____
Operator's Well No. Schrader Unit 2H

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Antero Resources Corporation OP Code 494488557

Watershed (HUC 10) Nutter Fork Quadrangle Smithburg 7.5'

Elevation 1,381' County Doddridge District West Union

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

If so, please describe anticipated pit waste: No pit will be used at this site (Drilling and Flowback Fluids will be stored in tanks. Cuttings will be tanked and hauled off site.)

Will a synthetic liner be used in the pit? Yes No If so, what ml.? N/A

Proposed Disposal Method For Treated Pit Wastes:

- Land Application
- Underground Injection (UIC Permit Number _____)
- Reuse (at API Number Future permitted well locations when applicable. API# will be provided on Form WR-34)
- Off Site Disposal (Supply form WW-9 for disposal location) (Meadowfill Landfill Permit #SWF-1032-98)
- Other (Explain _____)

*Dew
10-14-2014*

Will closed loop system be used? If so, describe: Yes

Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. Surface - Air/Freshwater, Intermediate - Dust/Stiff Foam, Production - Water Based Mud _____

-If oil based, what type? Synthetic, petroleum, etc. N/A

Additives to be used in drilling medium? Please See Attachment

Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Stored in tanks, removed offsite and taken to 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? Meadowfill Landfill (Permit #SWF-1032-98)

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 *Cole Kilstrom*

Company Official (Typed Name) Cole Kilstrom

Company Official Title Environmental Representative



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Subscribed and sworn before me this 7th day of October, 20 14

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Megan C. Darling Notary Public

My commission expires 07/17/2018

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Antero Resources Corporation

Proposed Revegetation Treatment: Acres Disturbed 22.84 Existing Acres Prevegetation pH _____

Lime 2-4 Tons/acre or to correct to pH 6.5

Fertilizer type Hay or straw or Wood Fiber (will be used where needed)

Fertilizer amount 500 lbs/acre

Mulch 2-3 Tons/acre

Existing Access Road (4.58) + Existing Drill Pad (5.25) + Existing Production Equipment Pad (1.13) + Existing Excess/Topsoil Material Stockpiles (11.88) = 22.84 Existing Acres

Seed Mixtures

| Temporary | | Permanent | |
|------------------|----------|-------------|----------|
| Seed Type | lbs/acre | Seed Type | lbs/acre |
| Annual Ryegrass | 40 | Crownvetch | 10-15 |
| Field Bromegrass | 40 | Tall Fescue | 30 |

*See attached Table 3 for additional seed type (Nash Pad Design Page 16)

*See attached Table 4a for additional seed type (Nash Pad Design Page 16)

*or type of grass seed requested by surface owner

*or type of grass seed requested by surface owner

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.

Plan Approved by: Douglas Aswell

Comments: seed or Mulch any disturbed areas Maintain 1/2 PS to Wv Dep regulations

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Title: Oil & Gas Inspector Date: 10-14-2014 WV Department of Environmental Protection

Field Reviewed? () Yes () No

Form WW-9 Additives Attachment**SURFACE INTERVAL**

1. Fresh Water
2. Soap –Foamer AC
3. Air

INTERMEDIATE INTERVAL***STIFF FOAM RECIPE:***

- 1) 1 ppb Soda Ash / Sodium Carbonate-Alkalinity Control Agent
- 2) 1 ppb Conqor 404 (11.76 ppg) / Corrosion Inhibitor
- 3) 4 ppb KLA-Gard (9.17 ppg) / Amine Acid Complex-Shale Stabilizer
- 4) 1ppb Mil Pac R / Sodium Carboxymethylcellulose-Filtration Control Agent
- 5) 12 ppb KCL / Potassium Chloride-inorganic Salt
- 6) Fresh Water 80 bbls
- 7) Air

PRODUCTION INTERVAL

1. Alpha 1655
Salt Inhibitor
2. Mil-Carb
Calcium Carbonate
3. Cottonseed Hulls
Cellulose-Cottonseed Pellets – LCM
4. Mil-Seal
Vegetable, Cotton & Cellulose-Based Fiber Blend – LCM
5. Clay-Trol
Amine Acid Complex – Shale Stabilizer
6. Xan-Plex
Viscosifier For Water Based Muds
7. Mil-Pac (All Grades)
Sodium Carboxymethylcellulose – Filtration Control Agent
8. New Drill
Anionic Polyacrylamide Copolymer Emulsion – Shale Stabilizer
9. Caustic Soda
Sodium Hydroxide – Alkalinity Control
10. Mil-Lime
Calcium Hydroxide – Lime
11. LD-9
Polyether Polyol – Drilling Fluid Defoamer
12. Mil Mica
Hydro-Biotite Mica – LCM

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13. Escaid 110
Drilling Fluid Solvent – Aliphatic Hydrocarbon
14. Ligco
Highly Oxidized Leonardite – Filtration Control Agent
15. Super Sweep
Polypropylene – Hole Cleaning Agent
16. Sulfatrol K
Drilling Fluid Additive – Sulfonated Asphalt Residuum
17. Sodium Chloride, Anhydrous
Inorganic Salt
18. D-D
Drilling Detergent – Surfactant
19. Terra-Rate
Organic Surfactant Blend
20. W.O. Defoam
Alcohol-Based Defoamer
21. Perma-Lose HT
Fluid Loss Reducer For Water-Based Muds
22. Xan-Plex D
Polysaccharide Polymer – Drilling Fluid Viscosifier
23. Walnut Shells
Ground Cellulosic Material – Ground Walnut Shells – LCM
24. Mil-Graphite
Natural Graphite – LCM
25. Mil Bar
Barite – Weighting Agent
26. X-Cide 102
Biocide
27. Soda Ash
Sodium Carbonate – Alkalinity Control Agent
28. Clay Trol
Amine Acid complex – Shale Stabilizer
29. Sulfatrol
Sulfonated Asphalt – Shale Control Additive
30. Xanvis
Viscosifier For Water-Based Muds
31. Milstarch
Starch – Fluid Loss Reducer For Water Based Muds
32. Mil-Lube
Drilling Fluid Lubricant

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**911 Address:
2601 Jockey Camp Run
West Union, WV 26456**

Received

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WV Dept. of Environmental Protection

Well Site Safety Plan Antero Resources

Well Name: Callahan Unit 1H, Callahan Unit 2H, Heflin Unit 1H,
Joseph Unit 1H, Joseph Unit 2H, McConnell Unit 1H,
Olivia Unit 1H, Olivia Unit 2H, Schrader Unit 1H,
Schrader Unit 2H

Pad Location: NASH PAD
Doddridge County/ West Union District

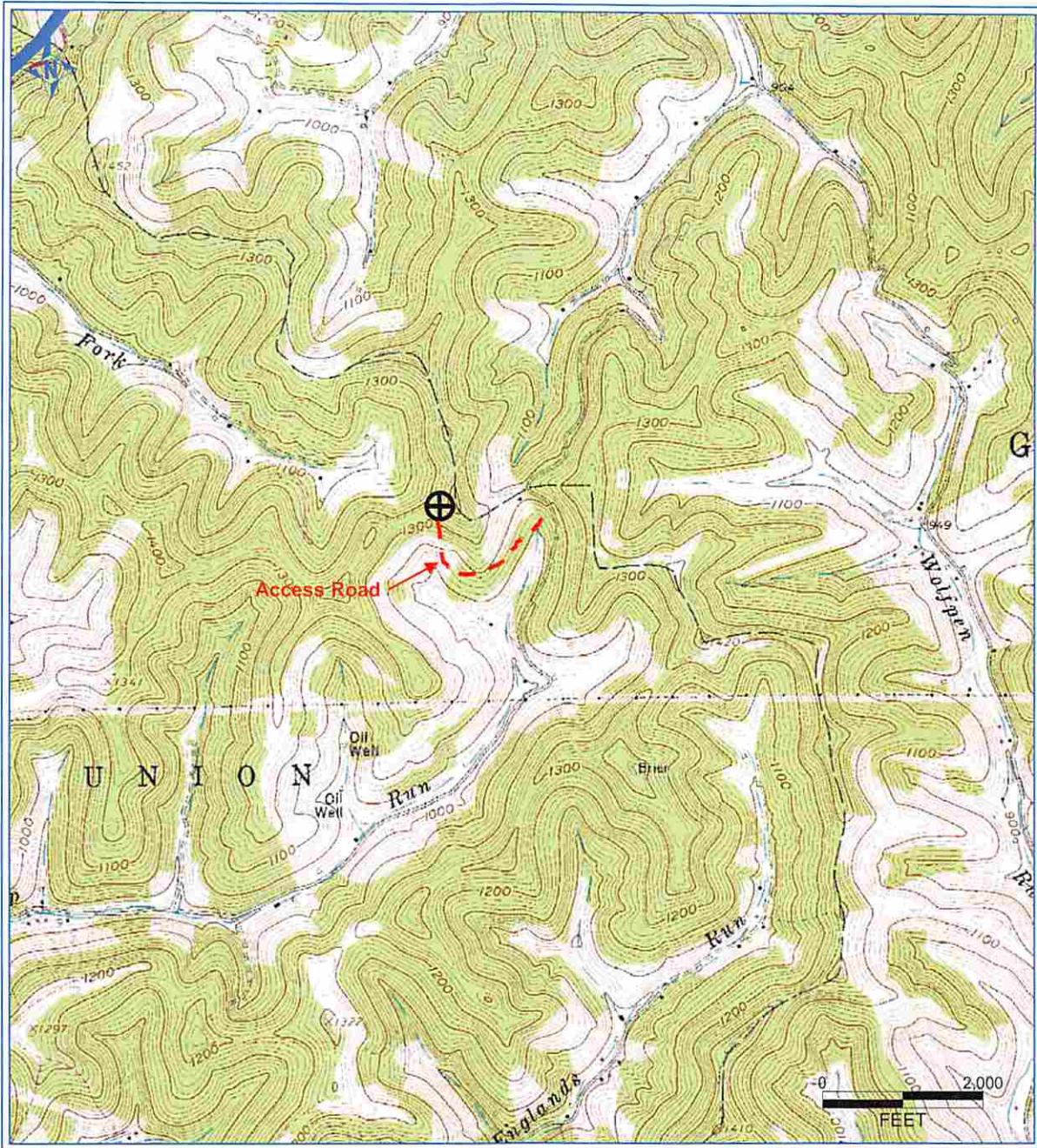
GPS Coordinates: Lat 39°18'55.67"/Long 80°42'44.07" (NAD83)

Driving Directions:

From US 50 Near Clarksburg, WV, head west on US 50 for 22 miles. Turn left onto Co Rt 50/22 and continue for 0.2 miles. Take the first right onto Smithton Rd and continue for 1.3 miles. Turn right onto Co Rte 30/3 and continue for 2.8 miles. Access Road will be on the left.

EMERGENCY (24 HOUR) CONTACT 1-800-878-1373

Douglas Newton
1-15-2014



PETRA 6/17/2013 4:06:36 PM

Antero Resources Corporation

APPALACHIAN BASIN

Schrader Unit 2H

Doddridge County



REMARKS
QUADRANGLE: SMITHBURG
WATERSHED: NUTTER FORK
DISTRICT: WEST UNION

Date: 6/17/2013

01/23/2015

