

#### 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

July 09, 2013

# WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-3305742, issued to PDC MOUNTAINEER 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: MAXWELL4HM

Farm Name: LYNCH FARM LLC

API Well Number: 47-3305742

Permit Type: Horizontal 6A Well

Date Issued: 07/09/2013

Promoting a healthy environment.

### **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. 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.
- 2. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the fill material shall be within plus or minus 2% (unless soil test results show a greater range of moisture content is appropriate and 95% compaction can still be achieved) of the optimum moisture content as determined by the standard proctor density test, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort. Each lift must meet 95% compaction of the optimum density based on results from the standard proctor density test of the actual soils used in specific engineered fill sites. 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.
- 3. 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.
- 4. 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.
- 5. 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.

WW - 6B (3/13)

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

		<u>WEI</u>	<u>LL WORK P</u>	<u>ERMIT APPLICA</u>	<u>TION</u>		2
					m		40
1) Well Operator:	PDC I	Mountaine	er, LLC	494494839	Harrison	Union	Mount Clare 7.5'
				Operator ID	County	District	Quadrangle
2) Operator's Well	Number:	4HM			Well Pad Nam	ie: Maxwell	
3 Elevation, curren	t ground	1462'	El	evation, proposed	post-construc	tion:	1459'
4) Well Type: (a) (	3as		Oil	Underground	d Storage		
	Other						
(b) I	f Gas:	Shallow		Deep			
		Horizontal					
5) Existing Pad? Ye	s or No:	No					
6) Proposed Target						Pressure(s):	
Marcellus Shale, 7600' TV	D, Approxima	tely 100 feet thick,	7600' x 0.594 psi/ft	= 4514 psi calculated reserve	pir pressure.		
7) Proposed Total V	ertical D	epth: 7	<b>'</b> 600'				<u>_</u>
8) Formation at Total	al Vertica	al Depth:	Marcellus Shale		<u></u> .		
9) Proposed Total M	1easured	Depth:	15,541'				
10) Approximate Fr	esh Wate	er Strata Dep	oths: 30	2', 369', 396', & 429'			
11) Method to Deter	rmine Fre	esh Water D	epth: R	eported Wells: 47-033-0477	5, 04559, 04575, &	05556	
12) Approximate Sa	ltwater [	Depths:	628', 1261'				<del>-</del>
13) Approximate Co	oal Seam	Depths:	361', 540'	<u> </u>			
14) Approximate De	pth to Po	ossible Void	(coal mine,	karst, other):	Not known		· · · · · · · · · · · · · · · · · · ·
15) Does proposed value adjacent to an ac				irectly overlying o	r Receiv		-
16) Describe propos	ed well v	vork: D	rill and stimulate a	new horitzontal Marcellus w	ell following all State	& Federal guidelin	nes. All casing
used in the well bore will be	e new casing.	Centralizers will b	e used contingent u	oon final log of well. Producti	ion string cement will	be at least 100 feet	into the
intermediate string. Cemer	t will be API g	grade.					
17) Describe fracturi	ing/stimu	lating meth	ods in detail:				
Slick water frac, pumping 8	0 bbls minimu	ım. Each stage to	contain approximate	ly 10,000 bbl of water and 40	0,000 pounds of sand	. Frac additives, che	emical names,
and CAS #s are provided o	n the next pag	je	·				<del></del>
	<u> </u>						
18) Total area to be	disturbed	, including ı	roads, stockp	ile area, pits, etc, (	acres):	_	16.59 AC
19) Area to be distur	bed for v	vell pad only	y, less access	road (acres):			4,23 AC
							Page 1 of 3

3305742

#### Frac Additives, Chemical Names, and CAS #'s

Vendor	Product	Code Number	Component	CAS-NO.
Schlumberger	100-mesh Sand	S100	Crystalline silica	14808-60-7
Schlumberger	30/50 mesh sand	S012-3050	Crystalline silica	14808-60-7
Schlumberger	40/70 mesh sand	S012-4070	Crystalline silica	14808-60-7
Schlumberger	Corrosion Inhibitor	A264	Methanol	67-56-1
			Prop-2-yn-1-ol	107-19-7
Schlumberger	Surfactant	F108	Methanol	67-56-1
Schlumberger	HCL	H028	Hydrochloric Acid	7647-01-0
Schlumberger	Gelling Agent	J590	Propan-2-ol	67-63-0
Schlumberger	Friction Reducer	1609	Ammonium sulfate	7783-20-2
Schlumberger	Iron Stabilizer	L058	Sodium erthorbate	6381-77-7
XCHEM	Scale Inhibitor	TS-30	Sodium polycarboxylate	ND
XCHEM	Bleach	449610	Sodlum chloride	7647-14-5
			Sodium hydroxide	1310-73-2
			Sodium Hypochlorite	7681-52-9
XCHEM	Chlorite	ADOX 3125/8125	Sodium chlorite	7758-19-2

Received Office of Oil & Gas

2012

20)

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



ТҮРЕ	Size	New or Used	Grade	Weight per ft.	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill -up (Cu. Ft.)
Conductor	20"	New	H-40	94#	65'	65'	Cement to surface
Fresh Water	13 3/8"	New	J-55	54.5#	500'	500'	Cement to surface
Coal	_						<del></del>
Intermediate	9 5/8"	New	J-55	40#	2850'	2850'	Cement to surface
Production	5 1/2"	New	P-110	20#	15,541'	15,541'	2820 minimum
Tubing		_					
Liners							

ТҮРЕ	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield
Conductor	20"	24"	0.756	1500	1	1.06
Fresh Water	13 3/8"	17 1/2"	0.66	1730	1	1.18
Coal			_			
Intermediate	9 5/8"	12 1/4"	0.704	3520	1	1.18
Production	5 1/2"	8.5"/8.75"	0.722	12,460	Н	1.18
Tubing			<del>-</del>			
Liners					<u> </u>	

**PACKERS** 

Kind:		Baceiveri
Sizes:		Office of Oil & Gas
Depths Set:		440 E ==

Page 2 of 3

21) Describe centralizer placement for each casing s	tring. Cond	ductor: None
Surface 13 3/8": Centralizers every 90' & 1 Basket		
Intermediate 9 5/8": Centralizers every 7 joints & 1 E	Basket	
Production 5 1/2": Centralizers every 12 joints in the		very 2 joints in the horizontal section
8	<u></u>	- Joseph Marie Mar
-		
22) Describe all cement additives associated with ear	ch cement type.	**See additional sheet for description of additives**
Conductor: Type 1 Cement		
Surface: Type 1 Cement + 2% CaCl + 1/4 #/sack Ce	llo Flake	
Intermediate: Pre-Flush - Mud Clean 1 ahead of Typ	e 1 cement + 2% Ca	ICI + 1/4 #/sack Cello Flake
Production: Pre-Flush - Mud Clean 1 ahead of Lead	Cement Type 1 + 0.	4% bwoc R-3 + 0.3% bwoc CD-32 +
1% bwoc FL-62 + 0.15% bwoc ASA-301 + 50.5% Fre	sh Water & followed	by a Tail Cement Class H + 0.1% bwoc
R-3 CD-32 + 1.2% bwoc FL-62 + 0.1% bwoc ASA-30	1 + 0.4% bwoc Sodi	um Metasilicate + 50.5% Fresh Water
23) Proposed borehole conditioning procedures.	Surface and inter	mediate holes are cleaned with air.
Production hole is circulated with mud for at least 4 ho	ours with high viscos	sity sweeps ran occasionally.
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\*Note: Attach additional sheets as needed.



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#### 22) Description of Cement Additives (Continued)

CaCI – Calcium Chloride – Accelerator
Cello Flake – Lost circulation control agent
R-3 – Retarder
CD-32 – Dispersant
FL-62 – Fluid – loss control agent
ASA-301 – Sodium Metasillicate – Free water control + Solid Suspension

WW**-9** (3/13)

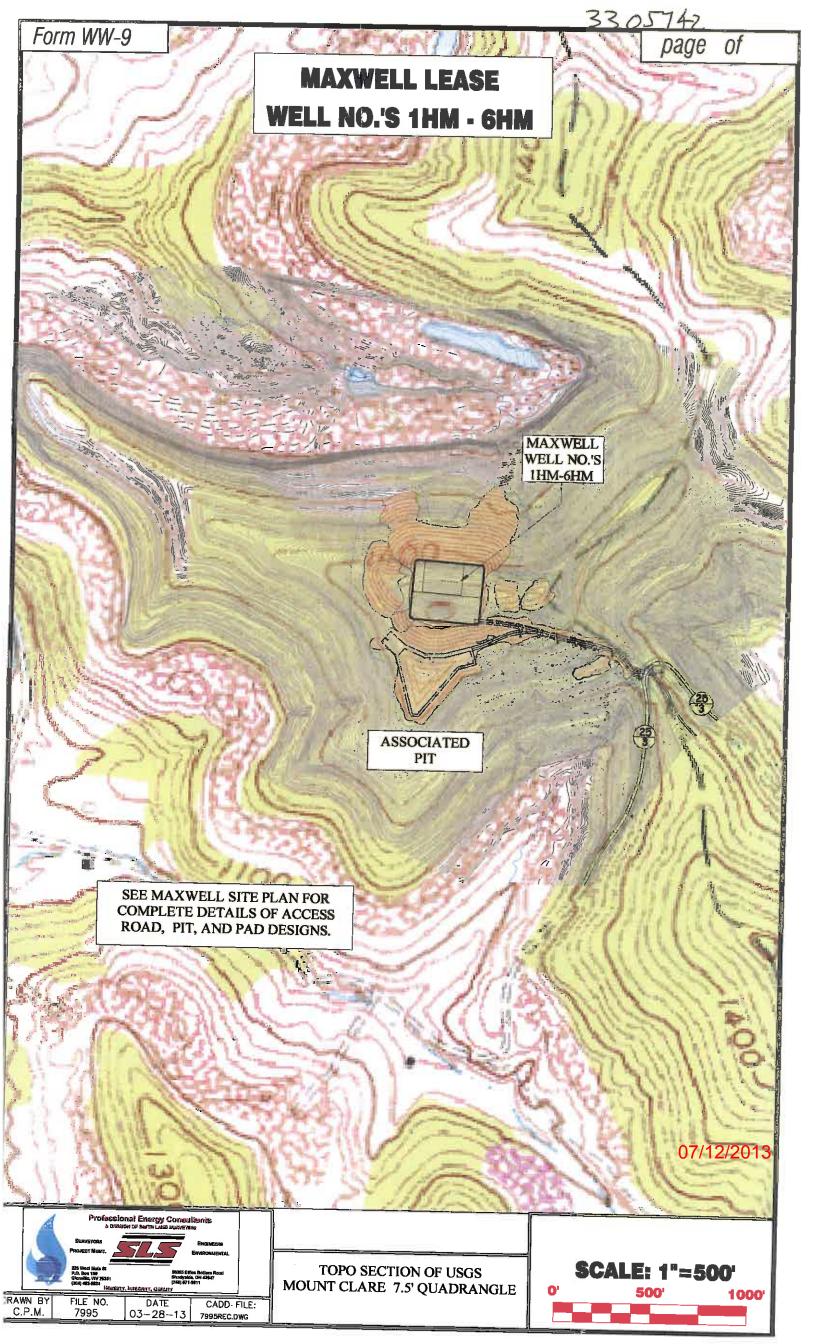
	Page	of	
API Number 47	-		
Operator's We	ll No. 4HM		

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

## FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name PDC Mountaineer, LLC OP Code 494494839
Watershed (HUC 10) West Fork River Quadrangle Mount Clare 7.5
Elevation 1,462 County Harrison District Union
Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes X No  Will a pit be used for drill cuttings? Yes No X  If so, please describe anticipated pit waste:
William of the first of the fir
Proposed Disposal Method For Treated Pit Wastes:  No If so, what ml.? 60  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 bings will be removed offsite to Meadow Fill Landfill
Will closed loop system be used?
Drilling medium anticipated for this well? Air, freshwater, oil based, etc. Synthetic Mud
-If oil based, what type? Synthetic, petroleum, etc N
Additives to be used in drilling medium? Salt, Pac R, New Drlll, Lime, Perma-Lose, Xan-plex, Walnut Hulls, Super Sweep, Caustic Soda, Bar, X-cide
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Remove offsite
-If left in pit and plan to solidify what medium will be used? (cernent, lime, sawdust) Coment
-Landfill or offsite name/permit number? Meadow Fill Landfill Madellus Profile # 100078WV
I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issue 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 the 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 (Typed Name) Jamie Haga  DEANNAS MCVICKER  1230 Duak Camp Run Road Sand Fork, WV 28430
My commission expires January 22, 2023
Subscribed and sworn before me this 5th day of 1011, 20 13  Deanna S. McVicke Notary Public  My commission expires
7 11 21 30 3

Li	EGEND
Property Boundary	Diversion Leaster Liver
Road = = = = = = = = = = = = = = = = = = =	Spring -
Existing Fence — X — X — X —	Wet Spot
Planned Fence / / /	Drain Pipe with size in inches
Stream Cin. 7 7	Waterway $\longleftrightarrow$
Open Ditch	Cross Drain 77777
Rock 68686	Artificial Filter Strip X X X X X X X X X X X X X X X X X X X
North N	Pit: cut walls
Buildings	Pit: compacted fill walls
Water wells W	Area for Land Application of Pit Waste
Drill site	
Lime3 Tons/acre or to correct to     Fertilizer (10-20-20 or equivalent) 1/3 TON     Mulch	pH 6.5lbs/acre (500 lbs minimum)
Attach: Drawing(s) of road, location,pit and proposed area for land Photocopied section of involved 7.5' topographic sheet.	application.  Received Office of Oil & Gas
Plan Approved by:  Title: Oly Gran Thispacto  Field Reviewed? Yes	Date: 22ACR 17



# west virginia department of environmental protection



# Water Management Plan: Primary Water Sources



WMP-01230

API/ID Number:

047-033-05742

Operator:

**PDC Mountaineer** 

Maxwell 4HM

#### Important:

For each proposed primary water source (including source intakes for purchased water sources) identified in your water management plan, and summarized herein, DEP has made an evaluation concerning water availability over the specified date range. DEP's assessment is based on the following considerations:

- •Statistical analysis of historical USGS stream gauge data (transferred to un-gauged locations as necessary);
- •Identification of sensitive aquatic life (endangered species, mussels, etc.);
- •Quantification of known existing demands on the water supply (Large Quantity Users);
- Minimum flows required by the Army Corps of Engineers; and
- Designated stream uses.

Based on these factors, DEP has provided, for each intake location (and origination point for purchased water), a reference gauge location and discharge flow reading which must be surpassed prior to withdrawals. Additionally, DEP has established a minimum passby flow at the withdrawal location which must also be surpassed prior to withdrawals. These thresholds are considered terms of the permit and are enforceable as such.

DEP is aware that some intake points will be used for mutiple wells and well sites. In these cases, the thresholds set by the Water Management Plan are to be interepreted as total withdrawal limits for each location over the specified date range regardless of how many wells are supported by that intake.

For all purchased water intakes, determinations of water availability are made at the original source intake location. It is the responsibility of the Oil and Gas Operator, not the seller, to cease withdrawal of water from the seller when flows are less than the minimum gauge reading at the stream gauge referenced by the Water Management Plan in order to protect stream uses.

Note that the determinations made herein are based on the best available data, but it is impossible to predict water availability in the future. While the DEP has carefully established these minimum withdrawal thresholds, it remains the operator's responsibility to protect aquatic life at all times. Approval to withdrawal is contingent upon permission from the land owner. It is the responsibility of the operator to secure and maintain permission prior to any withdrawals.

The operator is reminded that 24-48 hours prior to withdrawing (or purchasing) water, DEP must be notified by email at DEP.water.use@wv.gov.



west virginia department of environmental protection

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#### **Source Summary**

WMP-01230

APi Number:

047-033-05742

Operator:

**PDC Mountaineer** 

Maxwell 4HM

Stream/River

West Fork River @ WBM Heirs Properties Withdrawal Site Source

Owner:

**WBM Heirs Properties** 

Start Date

**End Date** 

Total Volume (gal) Max. daily purchase (gal)

Intake Latitude: Intake Longitude:

3/1/2014

3/1/2015

8,850,000

39.223184

-80.374736

Regulated Stream? Stonewall Jackson Dam Ref. Gauge ID: 3061000

Max. Pump rate (gpm):

2,000

Min. Gauge Reading (cfs):

175.94

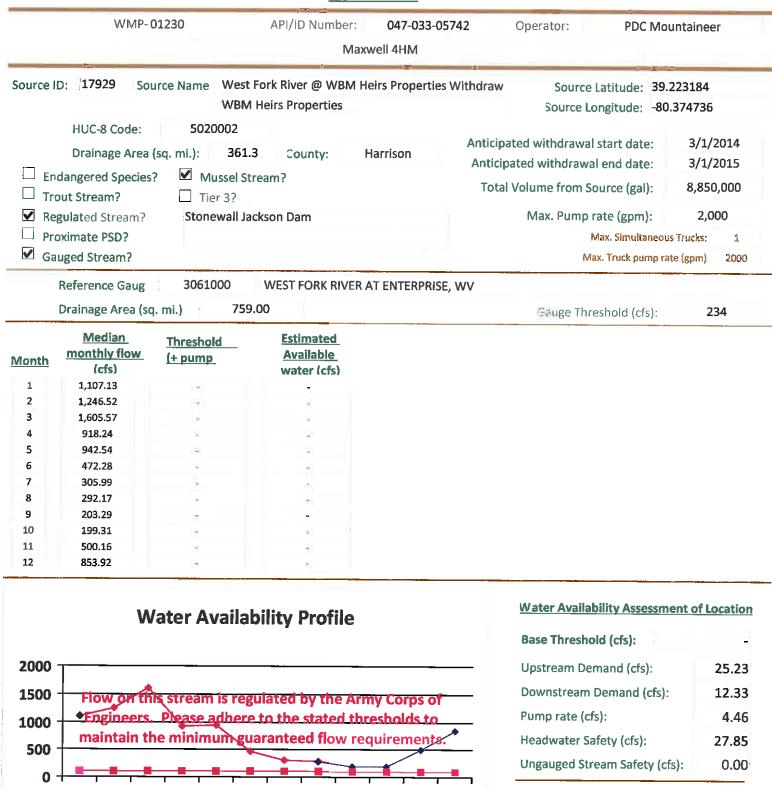
Min. Passby (cfs)

WEST FORK RIVER AT ENTERPRISE, WV

111.68

**DEP Comments:** 

#### **Source Detail**



10

11

12

1

2

3

5

6

7

Median Monthly Flow — Threshold

8

9

Min. Gauge Reading (cfs):

Passby at Location (cfs):

<sup>&</sup>quot;Threshold", as depicted in the chart above is meant only to indicate the calculated base threshold at the proposed withdrawal location. This value does not include the proposed pump rate or existing demand on the stream. Refer to the monthly breakdown above for a more complete estimation of water availability by month.

## west virginia department of environmental protection



## Water Management Plan: Secondary Water Sources



WMP-01230

API/ID Number:

047-033-05742

Operator:

**PDC Mountaineer** 

Maxwell 4HM

#### Important:

For each proposed secondary water source identified in your water management plan (i.e., groundwater well, lake/reservoir, recycled frac water, multi-site impoundment, out-of-state source), DEP makes no estimation of the availability of water. These sources may prove to be unsuitable water supplies. Please review the following notes:

- •For groundwater supply wells, DEP recommends that the operator contact the local health department prior to drilling any new well; and reminds the operator that all drinking water wells within 1,500 feet of a water supply well shall be flow- and quality-tested by the operator at the request of the drinking well owner prior to operation of the water supply well.
- •For each proposed multi-site impoundment water source identified in your water management plan (if applicable), DEP will review the withdrawal limits established in the referenced Water Management Plan for current suitability and provide to the operator these limits for each identified intake. Note that withdrawal limits may be modified as necessary based on changing demands upon that water supply.

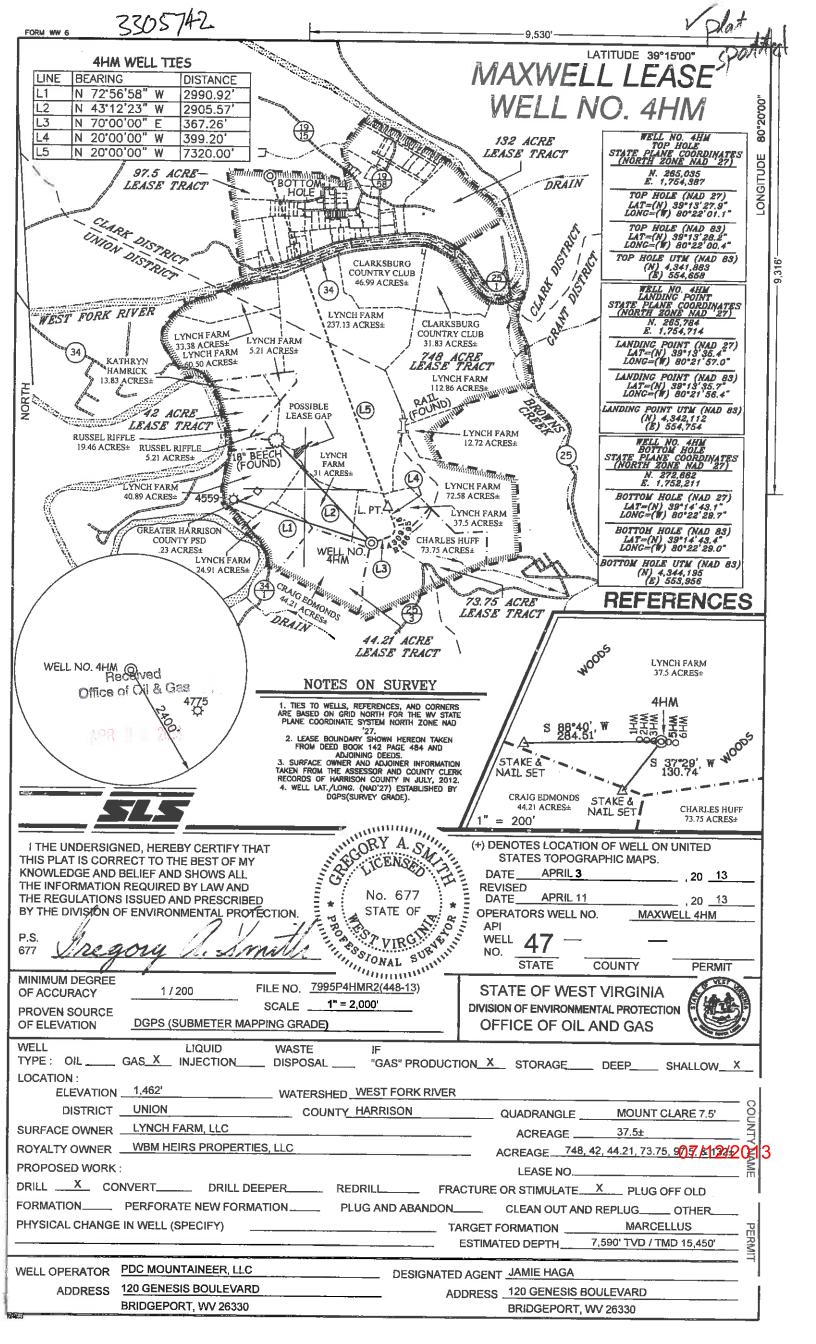
Source ID:	17930	Source Name	Various			Source st	art date:	3/1/2014
						Source e	end date:	3/1/2015
		Source Lat:		Source Long:		County		
		Max. Daily Pu	rchase (gal)		Total Volun	ne from Source	e (gal):	250,000

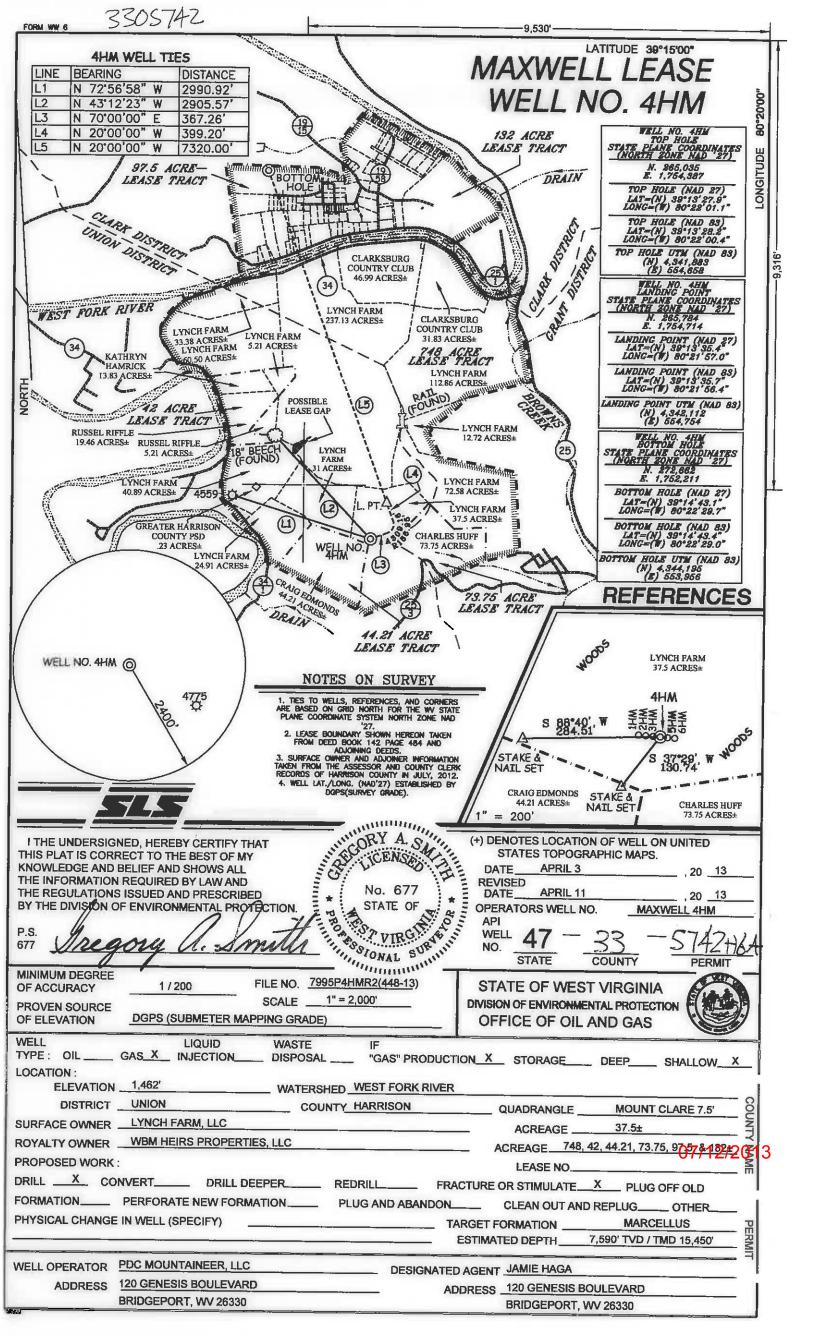
**DEP Comments:** 

**Recycled Frac Water** 

west virginia department of environmental protection

6/12/2013 10:18:44 AM





## H<sub>2</sub>S Safety Services Equipment List-If H2S is Encountered

Hydrogen Sulfide Safety Equipment - Supplied by Total Safety, unless otherwise noted:

## **Respiratory Safety Systems**

<u>QTY</u>	DESCRIPTION
8	30-minute pressure demand SCBA with Pigtail 4 Supplied Air Respirators with 5 min escape bottles
	Detection and Alarm Safety System
1 4 2 2 1 1 2 2	H <sub>2</sub> S Wireless Monitoring System w/2 relays (relays located in doghouse & company man trailer) H <sub>2</sub> S Sensors – (sensors located on rig floor, cellar, shaker, & mud tank) Explosion Proof Alarms (Light and Siren) Personal H <sub>2</sub> S monitors Portable Tri-Gas Hand Held Meter (O <sub>2</sub> , LEL, H <sub>2</sub> S) Gastech Manual Impingement Pump Type Detector Boxes H <sub>2</sub> S Tubes Various Ranges Boxes SO <sub>2</sub> Tubes Various Ranges Set Paper Work for Records: Training, Cal, Inspection, other
	Additional Safety Related Equipment

# QTY Description Windsocks with Pole and Bracket Set Well Condition Sign w/Green, Yellow, Red Flags Primary Safe Briefing Area Sign Secondary Safe Briefing Area Sign

#### H<sub>2</sub>S Training Statement

On site personnel will be trained in H<sub>2</sub>S safety by independent training contractors. H<sub>2</sub>S qualified personnel will be present if the presence of H<sub>2</sub>S is detected. Received Office of Oil & Gas

APR BILL ZOIS

[Type text]