

west virginia department of environmental protection

Office of Oil and Gas 601 57th Street, S.E. Charleston, WV 25304 (304) 926-0450 fax: (304) 926-0452

Austin Caperton, Cabinet Secretary www.dep.wv.gov

Friday, September 25, 2020 PERMIT MODIFICATION APPROVAL Horizontal 6A / New Drill

HG ENERGY II APPALACHIA, LLC 5260 DUPONT ROAD

PARKERSBURG, WV 26101

Re: Permit Modification Approval for ANTONIO 1206 N-1H

47-033-05978-00-00

Lateral Length

HG ENERGY II APPALACHIA, LLC

The Office of Oil and Gas has reviewed the attached permit modification for the above referenced permit. The attached modification has been approved and well work may begin. Please be reminded that the oil and gas inspector is to be notified twenty-four (24) hours before permitted well work is commenced.

If there are any questions, please feel free to contact me at (304) 926-0450.

James A. Martin

Chief

Operator's Well Number: ANTONIO 1206 N-1H

Farm Name: CHARLES R. & FRANKLIN L. SUTTON

U.S. WELL NUMBER: 47-033-05978-00-00

Horizontal 6A New Drill

Date Modification Issued: 09/25/2020

Promoting a healthy environment.

API NO. 47- 033	_ 05978	
OPERATOR W	ELL NO.	Antonio 1206 N-1H
Well Pad Nar	ne: Antoni	o 1206

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

1) Well Operator: HG Energy II Appalachia, 494519932 Harrison Grant West Milford 7.5'
Operator ID County District Quadrangle
2) Operator's Well Number: Antonio 1206 N-1H Well Pad Name: Antonio 1206
3) Farm Name/Surface Owner: HG Energy II Appalachia, LLC Public Road Access: Hackers Creek Rd @ SR 19
4) Elevation, current ground: 1364' Elevation, proposed post-construction: 1350'
5) Well Type (a) Gas X Oil Underground Storage Other
(b)If Gas Shallow X Deep
Horizontal x
Horizontal X 6) Existing Pad: Yes or No No 8/21/2020
7) Proposed Target Formation(s), Depth(s), Anticipated Thickness and Expected Pressure(s): Marcellus at 7081'/7260' and 179' in thickness. Anticipated pressure at 4314#.
8) Proposed Total Vertical Depth: 7252'
9) Formation at Total Vertical Depth: Marcellus
10) Proposed Total Measured Depth: 21,980'
11) Proposed Horizontal Leg Length: 13,268'
12) Approximate Fresh Water Strata Depths: 135', 480', 637', 731'
13) Method to Determine Fresh Water Depths: Nearest offset well data
14) Approximate Saltwater Depths: No S/W depths found on WR-35's for offset wells, salt water expected to be below elevation.
15) Approximate Coal Seam Depths: 623', 1010' to 1015'
16) Approximate Depth to Possible Void (coal mine, karst, other): None
I7) Does Proposed well location contain coal seams lirectly overlying or adjacent to an active mine? Yes No _X
(a) If Yes, provide Mine Info: Name:
Depth:
Seam:
Owner:

OPERATOR WELL NO. Antonio 1206 N-1H
Well Pad Name: Antonio 1206

18)

CASING AND TUBING PROGRAM

TYPE	Size	New		W-:-14 0	FOOTI OF F	INTERVALS:	CEMENT:
	(in)	or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling (ft)	Left in Well	Fill-up
0 1						<u>(ft)</u>	(Cu. Ft.)/CTS
Conductor	30"	New	LS	157.5	120'	120'	Drilled In
Fresh Water/Coal	20"	NEW	J-55	94	1100'	1100'	40% excess,CTS
Intermediate 1	13 3/8"	NEW	J-55	68	2200'	2200'	40% excess,CTS
Intermediate 2	9 5/8"	NEW	J-55	40	3000'	3000'	40% excess tail, CTS
Production	5 1/2"	NEW	P-110	23	21980'	21980'	20% excess tail, CTS
Tubing					ADDITION OF THE PROPERTY OF TH		and the state of t
Liners							

50W 8/21/2020

TYPE	Size (in)	Wellbore Diameter (in)	Wall Thickness (in)	Burst Pressure (psi)	Anticipated Max. Internal	Cement Type	Cement Yield
Conductor	30"	30"	.500		Pressure (psi)		(cu. ft./k)
Fresh Water/Coal	20"	24"	.438	2110	1200	Type 1, Class A	Drilled In 40 % excess yield = 1.20, CTS
Intermediate1	13 3/8"	17 1/2"	.480	3450	1200	Type 1/Class A	Lead 40% excess, Tail 0% excess
Intermediate 2	9 5/8"	12 1/4"	.395	3950			
Production	5 1/2"	8 1/2"	.415	16240	12500		
Tubing				102.0	12000	Type Irolassia	20% excess yield = 1.19, tall yield 1.94 (
Liners							

PACKERS

Kind:	
Sizes:	
Depths Set:	

WW-6B (10/14) API NO. 47- 033 - 05978

OPERATOR WELL NO. Antonio 1206 N-1H
Well Pad Name: Antonio 1206

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

Drill the vertical depth to the Marcellus at an estimated total vertical depth of approximately 7252 feet. Drill horizontal leg to estimated 13,268' lateral length, 21,980' TMD. Hydraulically fracture stimulate and be capable of producing from the Marcellus Formation. Should we encounter an unanticipated void in the coal, we will install a minimum of 20' of casing below the void but not more than 100' below the void, set a basket and grout to surface. We plan to run an ECP above the Gantz/Dominion Storage interval to aid in sealing off and isolating the storage interval.

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

The stimulation will be completed with 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. See attached list. Maximum pressure not to exceed 12,500 psi.

- 21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 68.187 acres
- 22) Area to be disturbed for well pad only, less access road (acres): 11.058 acres
- 23) Describe centralizer placement for each casing string:

No centralizors will be used with conductor casing.
Freshwater - centralized every 3 joints to surface.

Freshwater - centralized every 3 joints to surface.

Cast - Bow Spring on every joint, will also be running ACP for isolating storage zone intermociate- Bow Spring on first 2 joints then every shire joint to 100 from vertage.

Freduction - Run 1 spiral centralized every 5 joints from the top of the curve.

Freduction - Run 1 spiral centralized every 5 joints from the top of the curve to surface. Run 1 spiral centralizer every 3 joints from the 1st 5.5" long joint to the top of the curve.

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

Conductor -NJA, Casing to be difficed in wf Dual Richary Rig.
Fresh Water -1.56 pgp PNE-1 + 9.58 bence CGL (40% Excess Vield = 1.20, CTS intermediate 1 - 1.cod; 15.4 pgp PNE-1 + 2.5% bence CGL (40% Excess / Tail; 15.9 pg PNE-1 + 2.5% bence CGL (40% Excess / Tai

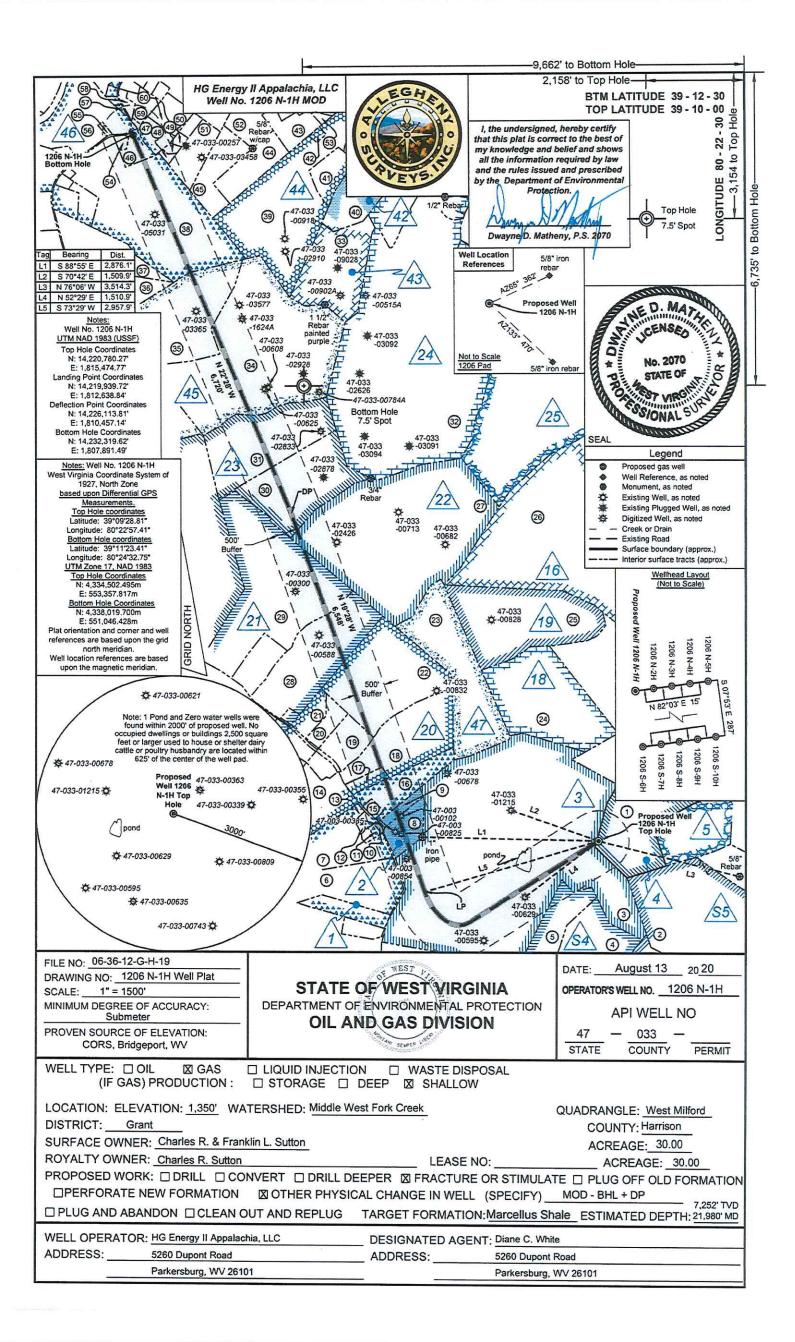
25) Proposed borehole conditioning procedures:

Conductor - Ensure the hold is clean at TD.
Fresh Water - Once casing is at setting depth, circulate a minimum of one hole volume with Fresh Water prior to pumping cement.
Coal - Once casing is at setting depth, Circulate and condition at TD. Circulate a minimum of one hole volume prior to pumping cement.
Intermediate - Once casing is at setting depth. Circulate and condition at TD. Circulate a minimum of one hole volume prior to pumping cement.
Intermediate - Once casing is at setting depth. Circulate and condition and at TD. Circulate a minimum of one hole volume prior to pumping cement.
Production - Once on bottom/TD with casing, circulate at max allowable pump rate for at least 2x bottoms up, or until returns and pump prossures indicate the hole is clean. Circulate a minimum of one hole volume prior to pumping cement.

*Note: Attach additional sheets as needed.

Page 3 of 3

		×.							×	×2.5.3					×		×			×		>	×			×	×		*		WELLBORE DIAGRAM	Azm	Ground Elevation							
LP @ 72																	×			×			×			×	×		×		AM		tion							
7252' TVD / 8712'	×		8.5" Lateral					8.5" Curve					o.o venical	g Fil Vortical				12.25"					17.5"				24"		30"		HOLE	34								
5 AT 10 A	×						CDCHIC	P-110 HP	5-1/2"									J-55 BTC	9-5/8" 40#				J-55 BTC	13-3/8" 68#			20" 94# J-55		LS	30" 157.5#	CASING	340.538 & 337.516°	1350'		ENERGY					
	×	Onondaga	TMD / TVD (Production)	Marcellus	Hamilton	Tully Limestone	Burkett	West River	Middlesex	Cashaqua	Rhinestreet		Benson	Balltown	Speechley	Intermediate 2	Bayard / Warren	5th Sand	Gordon Stray / Gordon	Fifty / Thirty Foot	Intermediate 1	Intermediate 4	Injun / Gantz (Storage)	Little/Big Lime		Surface / FW	Coal	Fresh Water	Conductor		GEOLOGY	37.516°	-							
8.5" Hole - Cemented Long String 5-1/2" 23# P-110 HP CDC HTQ	×	7260	21980	7081	6972	6864	6854	6783	6751	6651	6395		4505	3438	3204	0	2591 / 2891	2515	2232 / 2272	2095 / 2182		TOP TOP 1010 0 1555 / 1596 1658 / 1985																		
ted Long String HP CDC HTQ			7252	7260	7081	6972	6864	6854	6783	6751	6651		4525	3448	3224	3000	2601 / 2931	2527	2272 / 2385	2157 / 2200	2200	3300	1770 / 2050	1575 / 1658		1100	1015	135, 480, 637, 731	120		BASE	1206	1206	1206						
	×	(12.5ppg	11 5ppg-			L	12.5ppg	11.5ppg-				SOBM	9.0ppg			_	Salt	AIR / KCL	10		rolylliel	1017	₽F			AIR		AIK	j	MUD	1206 N-1H BHL	1206 N-1H LP	1206 N-1H SHL						
	*			CTS	Tail Yield=1.94		bwoc MPA170	gal/sk FP13L + 50%	1ail: 14.8 ppg PNE-1 + 0.35% bwoc R3 + 0.75	MPA170	EC1 + 0.75 gal/sk FP13L + 0.3% bwoc	bwoc R3 + 1% bwoc	<u>Lead</u> : 14.5 ppg POZ:PNE-1 + 0.3%			Zelo / Lxcess. CIS	CaCl	ppg PNE-1 + 2.5% bwoc	2.5% bwoc CaCl 40% Excess / Tail: 15.9	Lead: 15.4 ppg PNE-1 +	zero% Excess. CIS	CaCl	ppg PNE-1 + 2.5% bwoc	2.5% bwoc CaCl 40% Excess / Tail: 15.9	Lead: 15.4 ppg PNE-1 +	Yield=1.20 / CTS	40% Excess	15.6 ppg PNE-1 + 3%	in w/ Dual Rotary Rig	N/A, Casing to be drilled	CEMENT	8								
+/-1326	X X						Run 1 spiral centralizer every 5 joints from the top of the curve to surface.				Bow Spring on first 2 joints then every third joint to 100' form surface					storage zone*	will also be running	joint	Bow Spring on every		Centralized every 3 joints to surface) :	N/A		CENTRALIZERS	_	12	14	Harrison County, WV	1206 N-1H Marcellus Shale Horizontal Harrison County, WV										
+/-13268' ft Lateral	,	Once on bottom/TD with casing, circulate at max allowable pump rate for at least 2x bottoms up, or until returns and pump pressures indicate the hole is clean. Circulate a minimum of one hole volume prior to pumping cement.						bambing centeric	hole volume prior to	Circulate a minimum of one	depth, Circulate and condition mud at TD.	Once casing is at setting	cement.	volume prior to pumping	minimum of one hole	depth, Circulate and condition at TD. Circulate a	Once casing is at setting	pumping cement.	of one hole volume with	Once casing is at setting depth, circulate a minimum	TD.	Ensure the hole is clean at	CONDITIONING	14232319.62N 1807891.49E	14219939.72N 1812638.84E	14220780.27N 1815474.77E	unty, WV	ן-1H e Horizontal												
TD @ +/-7252' TVD +/-21980' MD	X						due to hole conditions	55	Burst=16240 psi	Produ									Intermediate casing = 0.395"			Dulst-3430 psi		Interme	**	Dallot El 10 bol		Surface casing = 0.438" wall		Conductor casing = 0.5" wall	COMMENTS	391.49E	38.84E	174.77E						





_			1 01 / 00 1	
No.	TM / Par	Owner	Bk / Pg 1301 / 98	Ac. 30.00
1	426 / 72	Charles R. & Franklin L. Sutton		
2	446/3	Antonio P. LLC	1503 / 291	200.00
3	426 / 71	Antonio P. LLC	1503 / 291	
4	446 / 2	Antonio P. LLC	1503 / 291	43.90
5	446 / 1	Antonio P. LLC		
6	425 / 30.1	James W. & Susan A. Freeman	1139 / 386	30.00
7	425 / 30	Earl H. & Melissa J. Graham	1337 / 366	21.39
8	425 / 23.6	Joshua D. Messenger, et ux	1425 / 1133	8.50
9	425 / 23	George P. Koutsobaris, et ux	/	2.76
10	425 / 23.5	Rhonda R. & George P. Koutsobans	1411 / 1231	0.29
	425 / 23.3	Rhonda R. & George P. Koutsobans	1420 / 93	0.54
12	425 / 29.1	Rhonda R. & George P. Koutsobaris	1420 / 93	0.27
13	425 / 23.4	Mariene & Robert V. Shepherd	1201 / 12	0.80
14	425 / 29	Marva Shepherd	W166 / 413	53.04
15	425 / 22	Duck Creek Mission Church Trust	1024 / 964	0.912
16	425 / 21	Judith H. Russell		
17	425 / 20	Jeffery L. & Parry S. Harvey	1394 / 607	3.00
18	425 / 19	Antonio P. LLC	1503 / 291	31.00
19		Joy L. Jarrett	1272 / 348	9.60
20		Linda Snyder	1124 / 768	5.12
21	425 / 11	Linda Snyder	1124 / 768	6.29
22		Antonio P. LLC	1503 / 291	46.00
23		Antonio P. LLC	1503 / 291	48.00
24		Antonio P. LLC	1503 / 291	50.75
25		Antonio P. LLC	1503 / 291	54.00
26		Antonio P. LLC	1503 / 291	149.7
27		Antonio P. LLC	1503 / 291	
28		Antonio P. LLC	1503 / 291	42.30
29		WVDNR	W85 / 624	73.60
30		WVDNR	W85 / 624	40.85
31		WVDNR	W85 / 624	
32		Jim K. Stutler	1563 / 89	206.5
33		Antonio P. LLC	1503 / 291	33.00
34		Mary Lou Smith	W117 / 1179	
35		Mary Lou Smith	W117 / 1179	
36		Danny Joe Miller	1521 / 1108	
37		Evelyn Marie Ward, LE	-!-	56.18
38		Kimberly K. & John T. Lough	1518 / 822	80.2
39		Robert M. Lewis, Jr.	1518 / 814	62.20
40		Kermit P. & Deborah B. Stutler	1181 / 306	20.6
41		Tracy L. Davis	1443 / 766	8.20
42		Edward G. Lewis (LE)	1394 / 367	0.82
43		Connie J. & Robert M. Lewis, Jr.	1221 / 898	12.1
44		Connie J. & Robert M. Lewis, Jr.	1518 / 814	13.20
45		Robin Ann Stark	1518 / 809	14.0
46		Kimberly K. & John T. Lough	1518 / 822	5.27
47		Linger Consulting LLC	1538 / 770	4.59
48		Luella Cayton, et al	-1-	1.20
49		Shirley E. Everett (LE)	1139 / 416	0.84
50		Carole & Robert L. Norton, Jr.	1474 / 616	1.02
51		Christopher S. Cutlip & Ashley N. Mullooly	1464 / 1184	
52		Connie J. & Robert M. Lewis, Jr.	1518 / 814	16.2
53		Connie J. & Robert M. Lewis, Jr.	1518 / 814	0.80
54		Michael J. & Carolyn L. Thomas	1348 / 92	1.01
55		Larry D. Myers Revocable Trust	W191 / 1279	
56		Larry D. Myers Revocable Trust	W191 / 1279	
57		Joseph R. & Tammy A. Romano	1192 / 512	
58		Mary Huff	1143 / 1013	
59		Barbara J. Campbell	W160 / 998	3.98
	405 / 41.3	Jeremy D-Wayne & Kimberly Lynn Louk	1399 / 518	2.49

D	Lease
1	A.C. Thrasher, et al
2	Hiram E. Edmonds, et al
3	C. Earl Snider, et al
4	Alton Bell, et al
5	Alton Bell
16	Lewis M. Stout, et al
18	H.D. Smith, et al
19	Suzanne D. Simmons, et al
20	Mae Gaston, et al
21	Charles H. Gaston, et al
22	Rachel S. Hershey, et al
23	Rachel S. Hershey, et al
24	Mary A. Lowther, et al
25	Porter Maxwell, et al
42	Hattie O. West, et al
43	Petitto Brothers, Inc.
44	Jettie Cox, et al
45	Robert & Betty Stevenson, et al
46	Roscoe Allman, et ux
47	WV Division of Natural Resources
S4	Creed W. Snider, et al
S5	Lloyd Stout

FILE NO: 06-36-12-G-H-19 NEST I DRAWING NO: 1206 N-1H Well Plat
SCALE: 1" = 1500'
MINIMUM DEGREE OF ACCURACY:
Submeter PROVEN SOURCE OF ELEVATION: CORS, Bridgeport, WV

STATE OF WEST VIRGINIA						
DEPARTMENT OF ENVIRONMENTAL PROTECTION						
OIL AND GAS DIVISION						
THAT SELECT LINES						

DATE:	August 1	3 20 20
OPERATOR	'S WELL NO	1206 N-1H
	API WEL	L NO
47	— 033	-
STATE	COUNT	Y PERMIT

WELL TYPE: ☐ OIL ☑ GAS ☐ LIQUID INJECTIO (IF GAS) PRODUCTION: ☐ STORAGE ☐		
LOCATION: ELEVATION: 1,350' WATERSHED: Middle We	est Fork Creek	QUADRANGLE: West Milford
DISTRICT:Grant		COUNTY: Harrison
SURFACE OWNER: Charles R. & Franklin L. Sutton		ACREAGE: 30.00
ROYALTY OWNER: Charles R. Sutton	LEASE NO:	ACREAGE: _30.00_
PROPOSED WORK: ☐ DRILL ☐ CONVERT ☐ DRILL DE	EEPER I FRACTURE OR STIMU	JLATE 🗆 PLUG OFF OLD FORMATION
□PERFORATE NEW FORMATION ☑ OTHER PHYSIC	CAL CHANGE IN WELL (SPECIF)	Y) MOD - BHL + DP 7,252' TVD
☐ PLUG AND ABANDON ☐ CLEAN OUT AND REPLUG	TARGET FORMATION: Marcellus	S Shale ESTIMATED DEPTH: 21,980' MD
WELL OPERATOR: HG Energy II Appalachia, LLC	_ DESIGNATED AGENT: Diane C.	White
ADDRESS: 5260 Dupont Road	ADDRESS: 5260 Du	pont Road
Parkersburg, WV 26101	Parkersb	ourg, WV 26101



HG Energy, LLC 5260 Dupont Road Parkersburg, WV 26101 (304) 420-1100 - Office (304) 863-3172 - Fax

August 13, 2020

Mr. James Kennedy WVDEP Division of Oil & Gas 601 57th Street Charleston, West Virginia 25304

RE:

Antonio 1206 N-1H (47-033-05978) Grant District, Harrison County West Virginia

Dear Mr. Kennedy:

Per our discussion, enclosed are revised forms (survey plat, mylar, WW-6B and casing schematic) for the 1206 N-1H well work permit. We request the drill permit be modified as the lateral has been lengthened. No additional leases have been secured to lengthen the lateral.

Please let me know if you have any questions or require additional information. I can be reached at (304) 420-1119 or dwhite@hgenergyllc.com.

Very truly yours,

Diane White

Diane C. White

Enclosures

cc: Sam Ward - Inspector