

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 16, 2014

WELL WORK PLUGGING PERMIT

Plugging

This permit, API Well Number: 47-3904691, issued to PANTHER, 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.

Upon completion of the plugging well work, the above named operator will reclaim the site according to the provisions of WV Code 22-6-30. The above named operator will also file, as required in WV Code 22-6-23, an affidavit on form WR-38 by two experienced persons in the operator's employment and the Oil and Gas inspector that the work authorized under this permit was performed and a description given. Failure to abide by all statutory and regulatory provisions governing all duties and operations here under may result in suspensions or revocation of this permit and in addition may result in civil and/or criminal penalities being imposed upon the operator.

This permit will expire in two (2) years from date of issue. If Userc are any questions, please free to contact me at (304) 926-0499 ext. 1654.

James Martin

Chief

Operator's Well No: CLAY/BERWIND 77

Farm Name: CARBON FUEL CO.

API Well Number: 47-3904691

Permit Type: Plugging Date Issued: 07/16/2014

Promoting a healthy environment.

PERMIT CONDITIONS

West Virginia Code § 22-6-11 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. All pits must be lined with a minimum of 20 mil thickness synthetic liner.
- 2. In the event of an accident or explosion causing loss of life or serious personal injury in or about the well or while working on the well, the well operator or its contractor shall give notice, stating the particulars of the accident or explosion, to the oil and gas inspector and the Chief within twenty-four (24) hours.
- 3. Well work activities shall not constitute a hazard to the safety of persons.

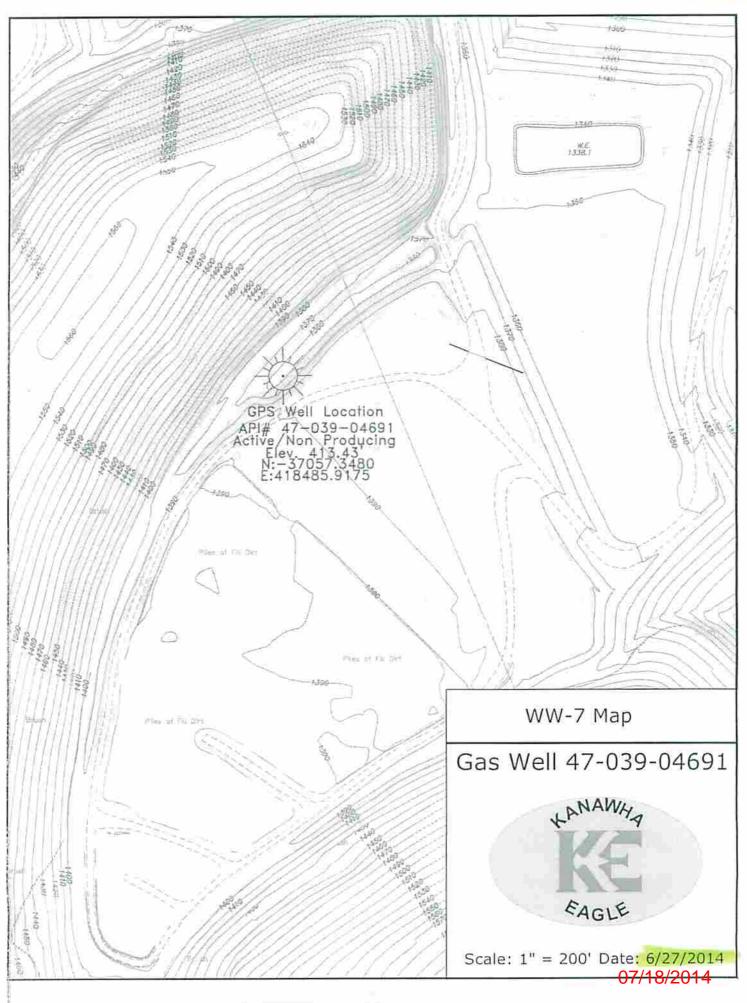
WW-4B Rev. 2/01

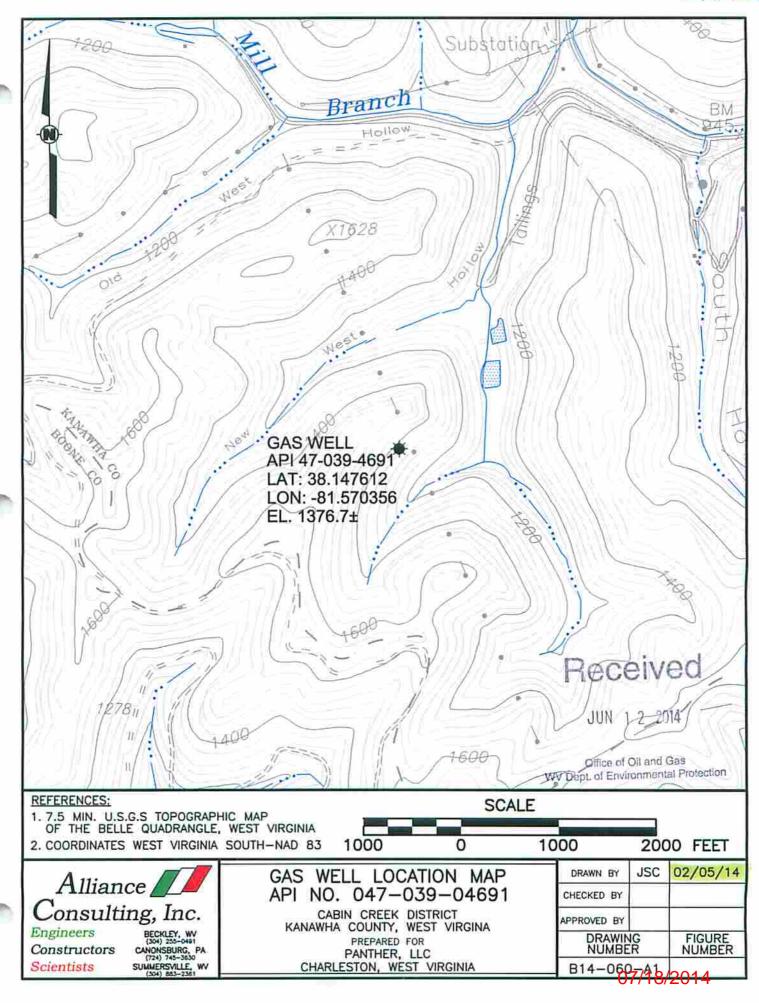
| 1) Date July | 10 | 20 14 |
|--------------|-----------------|---------|
| 2) Operator | | |
| Well No. | Clay/Berwind 77 | |
| 3) API Well | No. 47-cm | - 04691 |

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

APPLICATION FOR A PERMIT TO PLUG AND ABANDON

| 4) | A STATE OF THE PARTY OF THE PAR | d injection/ Waste disposal/ derground storage) Deep/ Shallow |
|--------|--|--|
| 5) | Location: Elevation 1376.7 | Watershed Mill Branch |
| | District Cabin Creek | County Kanawha Quadrangle Belle |
| 6) | Well Operator Panther, LLC Address 500 Lee St., E., Suite 900 Charleston, WV 25301 | 7) Designated Agent Gary Acord Address 500 Lee St., E., Suite 900 Charleston, WV 25301 |
| 8) | Oil and Gas Inspector to be notified Name Terry Urban | 9) Plugging Contractor Name C.J. Well Service |
| | Address PO Box 1207 | Address_PO Box 133 |
| | Clendenin, WV 25045 | Rowe, VA 24646 |
| | The purpose of this plugging is to allow for cover up of the Work Order Move In and rig up. Pull tubing to the greatest depth possible Set cement plug from bottom depth (beginning of 4 ½" c Gel hole from 3900' to 3100' Cement from 3100' to 2000' (4 ½" casing cut at 2000') Check the freepoint, retrieve 4 ½ " casing Set 100' cement plug at 4 ½ " casing cut (2000' to 2100') Gel hole from 2100' to 1466' Cement from 1466' to 1266' Gel hole from 1266' to 200 ft below lowest mineable coal from 1266' to 720' Set expandable cement from 720' to 412' (100' above Eagle of the set of the s | I seam (Eagle Seam at 520' – seam thickness approx. 8'), therefore gel hole gie Seam) |
| , or r | fication must be given to the district of can commence. order approved by inspector Augustian | il and gas inspector 24 hours before permitted Date 7.11.19 |





Received

JUN 1 2 2014

Office of Oil and Gas WV Dept. of Environmental Protection

DATE: 22-AUG-89 API # 47-039-04691

WR-35

State of West Virginia DEPARTMENT OF ENERGY Division of Oil and Gas

Well Operator's Report of Well Work

DIVISION OF OF Y GAS DEMARTMENT CO. LURGY

Farm Name: CABON FUEL COMPANY

Operator's Well No: Clay/Berwind #77

LOCATION:

Elevation: 1366.00

Quadrangle:Belle 7.5

County: Kanawha District: Cabin Creek Latitude: 7090 Feet South of 38 Deg. 10 Min. 00 Sec. Longitude: 8320 Feet West of 81 Deg. 32 Min. 30 Sec.

Company: ALLEGHENY & WESTERN ENERGY

P.O. BOX 2587

CHARLESTON, WV 25301

Agent: Dennis L. Mann Inspector: CARLOS W. HIVLEY 8/22/89 Permit Issued: 8/30/89 Well work Commenced:__ Well work Completed: 9/05/89 Verbal Plugging Permission granted on: Rotary X Cable Rig 4876' Total Depth (feet) Fresh water depths (ft) None

Salt water depths (ft) None Is coal being mined in area (Y/N)? N Coal depths (ft): 398', 690'

| Casing | Used in | Left in | Cement Fill Up |
|--------|---------------|--------------|---------------------|
| | Drilling | | Cu. Ft. |
| Size | | | |
| Cond. | 35' | 35' | |
| | | | |
| 9 5/8" | 758' | 758' | 240 Sks. |
| 7" | 2129' | 2129' | 210 Sks. |
| 4 1/2" | | 4845' | 280 Sks. |
| 2 3/8 | | 3237' | |

OPEN FLOW DATA

Producing formation BL/WR/BE/GD Pay zone depth (ft) 2156'-2998'
Gas: Initial open flow S/G Mcf/d Oil: Initial open flow 0 bbl/d
Final open flow 315 Mcf/d Final open flow 0 bbl/d
Time of open flow between initial and final tests 4 Hours Static rock Pressure 385 psig (surface pressure) after 72 Hours

Second producing formation Devonian Shale Pay zone depth (ft)
Gas: Initial open flow S/G Mcf/d Oil: Initial open flow 0
Final open flow 400 Mcf/d Final open flow 0
Time of open flow between initial and final tests 4 bb1/d bbl/d Hours Static rock Pressure 395 psig (surface pressure) after

NOTE: ON BACK OF THIS FORM PUT THE FOLLOWING: 1). DETAILS OF PERFORATED INTERVALS, FRACTURING OR STIMULATING, PHYSICAL CHANGE, ETC. 2). THE WELL LOG WHICH IS A SYSTEMATIC DETAILED GEOLOGIC RECORD OF ALL FORMATIONS, INCLUDING COAL ENCOUNTERED BY THE WELLBORE.

| for: | ALLEGHONY | & | WESTERN | ENERGY | COMPANY |
|------|-----------|---|---------|--------|---------|
| | 71 | | (0 % | | |

V.P. Operat 1978 8/2014

DETAILS OF PERFORATIONS, FRACTURING OR STIMULATION, ETC.

47-039-4691

9/22/89 - Stage 1: Perforated from 4038' to 4761' (60 holes) N2 Frac with 1,500,000 Scf N2. BDP-1750# ATP-2240# ISIP-1500# Rate: 80,000 Scf/min.

> plug (5)

Stage 2: Perforated from 2763' to 2998' (32 Holes) 90Q foam frac. 1000 gal 15% HCL, 50,000# 20/40 sand, 994,800 Scf N2, 167 bbl total fluid, BDP-2520#, ATP-3100# ISIP-2100# Avg. Rate: 80 bpm

Stage 3: Perforated from 2420' to 2647' (39 Holes) 75Q Foam frac. 1000 gal 15% HCl, 50,000# 20/40 sand, 472,000 scf N2, 200 bbl total fluid, BDP-1650# ATP-1830# ISIP-1150# Avg. Rate: 40 bpm

Stage 4: Perforated from 2156' to 2394' (39 Holes) Acidized with 500 gal 28% HCL, 10,000 gal 15% HCl. 195,600 Scf N2, BDP-2810# ATP-1230# ISIP-1500# 247 bbl total fluid. Rate: 5 bpm

WELL LOG

E. MENEUT DE DIFFICE ? DEPARTMENT :

| FORMATION | TOP | BASE | REMARKS | |
|------------------|----------|------|-----------|--|
| Sand & Shale | 0 | 790 | | |
| Sand | 790 | 950 | | |
| Sand & Shale | 950 | 1830 | | |
| Shale | 1830 | 1880 | | 4 |
| Maxton | 1880 | 1970 | | -011/20 |
| Shale | 1970 | 2074 | | Received |
| Little Lime | 2074 | 2146 | | 1000 |
| Shaley Lime | 2146 | 2214 | | |
| Big Lime | 2214 | 2412 | | JUN 1 2 2014 |
| Injun Sand | 2412 | 2438 | S/G | JUN 12 2014 |
| Sand & Shale | 2438 | 2637 | | |
| Shale | 2637 | 2858 | | U7 22 9/24 9 |
| Siltstone(Berea) | 2858 | 2894 | | Office of Oil and Gas |
| Silt & Shale | 2894 | 3110 | | Environmental Protection |
| Gordon | 3110 | 3114 | | Office of Oil and Gas WV Dept. of Environmental Protection |
| Devonian Shale | 3114 | 4456 | | |
| Brown Shale | 4456 | 4702 | S/G | |
| Shale | 4702 | TD | 61.963600 | |
| | DTD - 49 | 02 ' | All dep | oths measured |
| | LTD - 49 | 02' | | o' KB elev. |

(25)

WELL
TYPE: OIL GAS X INJECTION DISPOSAL "GAS" PRODUCTION X STORAGE DEEP SHALLOW X

LOCATION:
ELEVATION 1357' WATERSHED NEW WEST HOLLOW

DISTRICT CABIN CREEK COUNTY KANAWHA QUADRANGLE BELLE 7.5' ON

SURFACE OWNER CARBON FUEL COMPANY
ROYALTY OWNER CLAY COUNTY BERWIND LIMITED PARTNERSHIP LEASE ACREAGE 11,377.10 APPROPOSED WORK:

DRILL X CONVERT ORILL DEEPER REDRILL FRACTURE OR STIMULATE X PLUG OFF OLD

FORMATION PERFORATE NEW FORMATION PLUG AND ABANDON CLEAN OUT AND REPLUG OTHER PHYSICAL CHANGE IN WELL (SPECIFY)

ESTIMATED DEPTH 5290' STALLE TO STIMULATE SERVICE STIME SHALE TO SETIMATED DEPTH 5290'

WELL OPERATOR ALLEGHENY & WESTERN ENERGY CORP. DESIGNATED AGENT DENNIS L. MANN.

ADDRESS P.O. BOX 2587, CHARLESTON, WV. 25329

ADDRESS P.O. BOX 2587, CHARLESTON, WV. 25329

| WW-44 | |
|---------|------|
| Revised | 6-07 |

| 1) Date: | 03/20/14 | | | | |
|--|----------|-----|---|-------|--|
| Operator's Well Number Clay/Berwind 77 | | er | | | |
| 3) API Well No. | - 47 | 039 | ٥ | 04691 | |

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS NOTICE OF APPLICATION TO PLUG AND ABANDON A WELL

| Address | One Carbon Center, Suite 200 | Address | PO Box 189 | |
|-----------|------------------------------|--------------|------------------------------|---|
| | Chesapeake, WV 25315 | | Comfort, WV 25049 | |
| b) Name | | (b) Coal Ow | ner(s) with Declaration | |
| Address | | Name | Penn Virginia Coal Company | W |
| | | Address | One Carbon Center, Suite 200 | |
| | | | Chesapeake, WV 25315 | |
| (c) Name | | Name | | |
| Address | | Address | | |
| nspector | Terry Urban | (c) Coal Les | see with Declaration | |
| Address | PO Box 1207 | Name | | |
| | Clendenin WV 25045 | Address | | |
| Telephone | 304-549-5915 | | | |

(2) The plat (surveyor's map) showing the well location on Form WW-6.

The reason you received these documents is that you have rights regarding the applications a more to a community of its digital to the respect to the However, you are not required to take any action at all.

Take police that under Chapter 22-6 of the West Virginia Code, the undersigned well operation proposes to file or has filed ittle. Notice and Application and accompanying documents for a permit to plan and alumnion a well with the Chief of the Office of that and task. West Virginia Department of Environmental Protection, with respect to the well at the location described on the attached Application and depicted on the attached borns WW-n. Corner of this Source. the Application and the plat base been mailed by registered or certified mail or detected by fixed to the person of diamed above for by publication in certain circumstances) on or before the day of marling or delivery to the Chief

| OFFICIAL SEAL NOTARY PUBLIC STATE OF WEST VIRGINIA | Well Operat By Ita | Tryong a. Boggs Gregory's Boggs - President | Received |
|---|----------------------|---|---|
| GARY JOE LANE | Address | 500 Lee Street, E. Sime 900 | 1000 A 2 2000 |
| P. O. BOX 470 |) | Charleston, WV 2530 I | JUN 1 2 2014 |
| ALUM CREEK, WV 25003 My commission expires February 15, 2011 | Telephon- | 304-380-0200 | |
| Subscribed and sworn before me | this 6th | | Office of Oil and Gas WV Dept. of Environmental Protection |
| | A . /A . a | Nutury Publ | |
| | brugry 15 | , 2017 | |

The Office of Oil and Gas processes your personal information, such as name, address and phone number, as a part of our regulatory duties. Your personal information may be disclosed to other State agencies or third parties in the normal course of business or as needed to comply with statutory or regulatory requirements, including Freedom of Information Act requests. One office will appropriately secure your personal information. If you have any questions about one use of our personal information, please contact DEP's Chief Privacy Officer at depprivacy officer www.gas

SURFACE OWNER WAIVER

Operator's Well Number

Clay/Berwind 77

INSTRUCTIONS TO SURFACE OWNERS NAMED ON PAGE WW4-A

The well operator named on page WW-4A is applying for a permit from the State to plug and abandon a well. (Note: If the surface tract is owned by more than three persons, then these materials were served on you because your name appeared on the Sheriff's tax ticket on the land or because you actually occupy the surface tract. In either case, you may be the only owner who will actually receive these materials.) See Chapter 22 of the West Virginia Code. Well work permits are valid for 24 months. If you do not own any interest in the surface tract, please forward these materials to the true owner immediately if you know who it is. Also, please notify the well operator and the Office of Oil and Gas.

NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT. WHERE TO FILE COMMENTS AND OBTAIN ADDITIONAL INFORMATION:

Chief. Office of Oil and Gas-Department of Environmental Protection 601 57th St. SE Charleston, WV 25304 (304) 926-0450

Time Limits and methods for filing comments. The law requires these materials to be served on or before the date the operator files his Application. You have FIVE (5) DAYS after the filing date to file your comments. Comments must be filed in person or received in the mail by the Chief's office by the time stated above. You may call the Chief's office to be sure of the date. Check with your postmaster to ensure adequate delivery time or to arrange special expedited handling. If you have been contacted by the well operator and you have signed a "voluntary statement of no objection" to the planned work described in these materials, then the permit may be issued at any time.

Comments must be in writing. Your comments must include your name, address and telephone number, the well operator's name and well number and the approximate location of the proposed well site including district and county from the application. You may add other documents, such as sketches, maps or photographs to support your comments,

The Chief has the power to deny or condition a well work permit based on comments on the following grounds: Received

- The proposed well work will constitute a hazard to the safety of persons.
- The soil erosion and sediment control plan is not adequate or effective;
- Damage would occur to publicly owned lands or resources;
- The proposed well work fails to protect fresh water sources or supplies;

 The proposed well work fails to protect fresh water sources or supplies;
 The applicant has committed a substantial violation of a previous permit or a substantial violation of one or more of the rules promulgated under Chapter 22, and has failed to abate or seek review of the Office of Oil and Gas

If you want a copy of the permit as it is issued or a copy of the ordeWdDaytingEthionymerimi Projection should request a copy from the Chief.

VOLUNTARY STATEMENT OF NO OBJECTION

I hereby state that I have read the instructions to surface owners and that I have received copies of a Notice and Application For A Permit To Plug And Abandon on Forms WW-4A and WW-4B, and a survey plat.

| I further state that I I objection to a permit being issu | | planned wo | rk described in these materials, | and I have no |
|--|-------------|------------|----------------------------------|------------------|
| FOR EXECUTION BY A NATU | JRAL PERSON | | FOR EXECUTION BY A CO | ORPORATION. |
| ETC. | Date | Name | Penn Virginia Coul Compa | |
| Signature | | By | Gary L. Stover | |
| | | Its | VP operations | Date 5 . 7 . 201 |
| | | | Gay L. Stave | 5-7-201 |

API No. 47-039-04691 (2)
Farm Name Carbon Fuel Co.
Well No. Clay/Berwind 77

INSTRUCTIONS TO COAL OPERATORS OWNERS AND LESSEE

The well operator named on the obverse side of WW-4 (B) is about to abandon the well described in the enclosed materials and will commence the work of plugging and abandoning said well on the date the inspector is notified. Which date shall not be less then five days after the day on which this notice and application so mailed is received, or in due course should be received by the Department of Environmental Protection Office of Oil & Gas.

This notice and application is given to you in order that your respective representatives may be present at the plugging and filling of said well. You are further notified that whether you are represented or not the operator will proceed to plug and fill said well in the manner required by Section 24, Article 6, Chapter 22 of the Code and given in detail on obverse side of this application.

NOTE: If you wish this well to be plugged according to 22-6-24(d) then as per Regulation 35CSR4-13.9 you must complete and return to this office on form OB-16 "Request by Coal Operator, Owner, or Lessee for plugging" prior to the issuance of this plugging permit.

| | WAIVER |
|--|---|
| has examined this proposed plugging work | / owner/ lessee/ of the coal under this well location order. The undersigned has no objection to the work proposed to be operator has complied with all applicable requirements of the West is. |
| Date: Man 6, 2014 | Kanawha Eagle Coal, LLC By: |

JUN 1 2 2014

Received

Office of Oil and Gas
WV Dept. of Environmental Protection

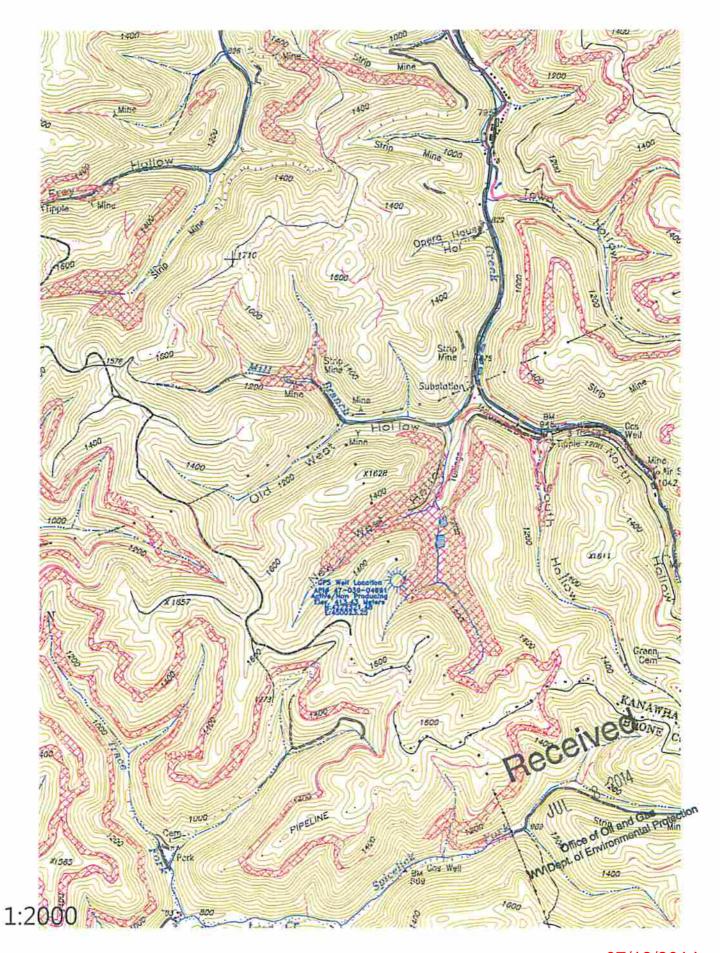
WW-9 Rev. 5 08

| | Page 1 | of 1 | |
|-------------------|--------|---------|--|
| API Number 47 - | . 039 | - 046-1 | |
| Operator's Well N | OCMB | nind-77 | |

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

CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

| Operator Name Panther, LLC | | OP Code | | |
|--|--|--|--|--|
| Watershed Mill Branch | Quadranet | Quadrangte Belle | | |
| Elevation 1376 7 | County Kanawha | District Cabin Creek | | |
| Description of anticipated Pit Waste | | | | |
| Will a synthetic liner be used in the p | 11. Yes 30 mil nim | . [] | | |
| Proposed Disposal Method For Treat * Land App | ed Pit Wastes. | | | |
| | md Injection (UIC Permi Number | | | |
| | API Number | | | |
| | ispposal (Supply form WW-0 for dispos | sal location) | | |
| Other (Ex | plan | | | |
| Proposed Work For Which Pit Will E | 1. Cook | | | |
| Drilling | Swa Swa | bbing | | |
| Workover | | ging | | |
| Other (Ex | | | | |
| law or regulation can lead to enforce I certify under penalty of l application form and all attachmen obtaining the information. I believe penalties for submitting false information. Company Official Signature | ment action. law that I have personally examined an its thereto and that, based on my inqu | d am familiar with the information submitted on this tiry of those individuals immediately responsible for and complete. I am aware that there are significant imprisonment. Received JUN 1 2 2014 | | |
| The state of the s | | 0011 12 2314 | | |
| Company Official Title Presid | ent | Office of Oil and Gas WV Dept. of Environmental Protection | | |
| 3111 | 7 1 | | | |
| Subscribed and swom before me this | 6th day of MAY | 20 14 | | |
| CAY Jos L | ANC | Nothery Public | | |
| My commission expires F25 | 15 201 | OFFICIAL SEAL NOTARY PUBLIC STATE OF WEST VIRGINI GARY JOE LANE | | |





West Virginia Department of Environmental Protection Office of Oil and Gas

WELL LOCATION FORM: GPS

| WELLLC | CATION FORMS. GF. | 3 | | |
|--|---|--|---------------------------------------|--|
| API: 47-039-04691 | WELL NO.: | Clay/Berwind 77 | | |
| FARM NAME: Carbon F | uel Co. | | | |
| RESPONSIBLE PARTY NAME: | Panther, LLC | | | |
| county: Kanawha | DISTRICT: C | abin Creek | | |
| QUADRANGLE: Belle Quandrangle | | | | |
| SURFACE OWNER: Reger | ncy Energy Partne | | | |
| ROYALTY OWNER: Reger | | | | |
| UTM GPS NORTHING: 4222 | | | | |
| UTM GPS EASTING: 45002 | 3.25 GPS ELEVA | TION: 413.43 | 13561 FT | |
| The Responsible Party named above preparing a new well location plat for above well. The Office of Oil and Of the following requirements: 1. Datum: NAD 1983, Zone height above mean sea let 2. Accuracy to Datum – 3.0. 3. Data Collection Method: Survey grade GPS x : Post President Party of the Post President Party of the President Party of th | or a plugging permit or assigned has will not accept GPS coordinate: 17 North, Coordinate Units: nevel (MSL) – meters. 25 meters 26 rocessed Differential | API number on the stees that do not meet meters, Altitude: | ed. | |
| Real-T Mapping Grade GPS : Pos | | Office of | Oil and Gas Wironmenial Protection | |
| Act. 12: | d-Time Differential | M Dept. of E | | |
| 4. Letter size copy of the t I the undersigned, hereby certify this belief and shows all the information prescribed by the Office of Oil and of | required by law and the regulat | vell location. y knowledge and | | |
| Sarul Les | Engineering Manager | 7/8/2014 | | |
| Signature | Title | Date | | |