

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 21, 2014

WELL WORK PLUGGING PERMIT

Plugging

This permit, API Well Number: 47-5100193, issued to CONSOLIDATION COAL COMPANY, 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 there are any questions, please free to contact me at (304) 926-0499 ext. 1654.

Chief

James Martin

Operator's Well No: 3-4008

Farm Name: ELDER, MAY

API Well Number: 47-5100193

Permit Type: Plugging
Date Issued: 07/21/2014

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.

1.) Date: _____June 17, 2014
2.) Operator's Well No. __SGW-107
3.) API Well No ___47-51-00193
State County Permit

STATE OF WEST VIRGINIA DIVISION OF ENVIRONMENTAL PROTECTION OFFICE OF OIL & GAS APPLICATION FOR A PERMIT TO PLUG & ABANDON

4.) WELL TYPE: Oil / Gas X / (IF "Gas", Production /	Liquid injection		/ Shallow X
5.) LOCATION: Elevation: 1266.34'	The state of the s	ned Tributary to Dunkard Creek	
District: Webster	County: Marshall	Quadrangle: Majorsville,	WV 7.5' 453
6.) WELL OPERATOR <u>Consolidation Coal Company</u>	Ý	7.) DESIGNATED AGEN	T Christian Warfield
Address 6126 Energy Road		Address 6	26 Energy Road
Moundsvill, WV 26041		M	oundsville, WV 26041
8.) OIL & GAS INSPECTOR TO BE NOTIFIED		9.) PLUGGING CONTI	RACTOR
Name James Nicholson		Name	
Address PO BOX 44		Address	
Moundsville, WV 26041			
yw m			
Notification must be given to the district oil and gas inspe	ector 24 hours before pern	nitted work can commence.	
			Received
Work order approved by inspector		Date	JUN 3 0 2014

IOIC EXHIBIT NO. 1

From the experience and technology developed since 1970 in plugging oil and gas wells for mining through, Consolidation Coal's Northern West Virginia Operations will utilize one of the following two methods to plug all future wells.

45 VENT PIPE METHOD

- (a) If active well: clean out to total depth and plug back according to state regulations to a minimum of 200 feet below lowest minable coal seam.
 - (b) If abandoned well: clean out to first plug 200 feet below lowest minable seam.
 - (c) Run 4½ casing from surface to minimum 200 feet below lowest minable seam and circulate 50/50 poz mix cement followed by expanding cement to surface. The expanding cement shall extend from minimum 200 feet below minable coal seam to a point 100 feet above.

The $4\frac{1}{2}$ will remain open from surface to a minimum of 80 feet below that minable coal seam.

SOLID PLUG METHOD

- (a) If active well: clean out to total depth and plug back according to state regulations to a minimum of 200 feet below lowest minable coal seam.
- (b) If an abandoned well: clean out to first plug 200 feet below lowest minable coal seam.
- (c) Circulate through tubing or drill steel an expanding cement plug from a minimum of 200 feet below minable coal seam to a point 100 feet above minable coal.

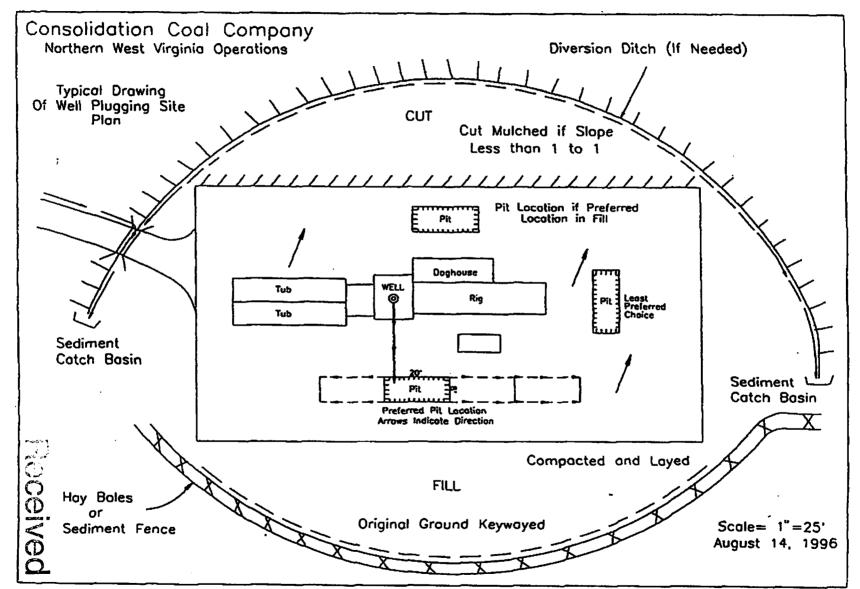
Circulate through tubing or drill steel 50/50 poz mix from 100 feet above coal seam to surface.

A monument will be installed with API No. and stating "solid plug".

AG/ENCR/EXHIBITI RED

ceived

3 0 2014



51 00 193P

FORM WW-4(A) Revised 6-07

1) Date:	June 17, 201	4
2) Operator'	s Well No.	SGW-107
3) API Well	No. 47-51	-00193
30.00	State Cou	inty Permit

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

4) SURFACE OWNER(S) TO BE SERVED	5)a) COAL OPERATOR
(a) Name Brian K. Milliken	Name CONSOLIDATION COAL CO.
Address 3732 Wickham Circle NW	Address 6126 Energy Road
Uniontown, OH 44685	Moundsville, WV 26041
(b) Name	(b) COAL OWNER(S) WITH DECLARATION:
Address	Name
	Address
(c) Name	100000
Address	
	(c) COAL LESSEE WITH DECLARATION:
(6) INSPECTOR	Name
Address	Address
Telephone	
TO THE DEDGONG NAMED ADOLE	war
TO THE PERSON(S) NAMED ABOVE:	You should have received this Form and the following documents:
(1) The Application to Plug and Abandon a W	call on form WW 4D, which gots out the
parties involved in the work, and describes	
work order; and	the went and its location and the plugging
(2) The Plat (surveyor's map) showing the wel	Il location on Form WW-6
(2) The Fill (surveyor 5 map) showing the west	i location of Form William
THE REASON YOU RECEIVED THESE DOCUMENTS	S IS THAT YOU HAVE RIGHTS REGARDING THE APPLICATION
	S" ON THE REVERSE SIDE OF THE COPY OF THE APPLICATION
(FORM WW-4(B) DESIGNATED FOR YOU. HOWEVE	ER, YOU ARE NOT REQUIRED TO TAKE ANY ACTION AT ALL.
Virginia Department of Environmental Protection, with responsible to the Appearance on the attached From WW-6. Copies of this Notice, the Appearance to the person(s) named above (or by publication in certain content of the person of the per	to plug and abandon a well with the Chief of the Office of Oil and Gas, West pect to the well at the location described on the attached Application and depicted pplication, and the plat have been mailed by registered or certified mail or delivery by train circumstances) on or before the day of mailing or delivery by the Chief.
Descrived	
Received	
	WELL OPERATOR Consolidation Coal Company
JUN 3 0 2014	By Christian Warfield Chatier Warfall
JUN 3 0 2014	Its Project Engineer / Agent
1.5	Address 6126 Energy Road .
74.00	Moundsville, WV 26041
Office of Oil and Gas	Telephone 304-843-3535 .
Office of Oil and Gas WV Dept. of Environmental Protection	
Subscribed and sworn before me this 27 day of June	,20 / 7,
Subscribed and sworn before the this day of day of day	OFFICIAL SEAL
Same & Kulkeyer	Notary Public, NOTARY PUBLIC, STATE OF WEST VIRGINIA
O correct of the corr	JAMES F. KUFFNER
MARSHALL County, State of WEST V	HC83,BOX 47
	ELLENBORO, WV 26346 MY COMMISSION EXPIRES OCTOBER 20, 2016
My commission expires OCT. 20 , 20 16	Janes Comments of the Comments
VO.	
Oil and Gas Privacy Notice	
	tion, such as name, address and phone number, as a part of our regulatory duties. Your
personal information may be disclosed to other State agenci	ies 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. Our office will appropriately secure your personal information. If you have any
questions about our use of your personal information, please	e contact DEP's Chief Privacy Officer at depprivacyofficer@wv.gov
	07/25/2014



Received

JUN 3 0 2014

Office of Oil and Gas
WV Dept. of Environmental Protection
07/25/2014

WW-9 Rev. 5/08

	Page		of	
API Number 47 -	051		00193	
Operator's Well No	SG	W-10	7	

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 Consolida	tion Coal Company	OP Code	
Watershed Unnamed Tri	ibutary to Dunkard Creek Quadrar	ngle Majorsville, 7.5'	
Elevation1266.34	County Marshall	District Webster	
Description of anticipated Pi	t Waste: N/A		
Do you anticipate using more	e than 5,000 bbls of water to complete the	proposed well work? Yes	_ NoX
Will a synthetic liner be used	d in the pit? <u>N/A</u> . If	so, what mil.?	
Ur Re Of	For Treated Pit Wastes: and Application aderground Injection (UIC Permit Number cuse (at API Number	isposal location)	
Drilling medium anticipated If oil based, what ty Additives to be used? Drill cuttings disposal metho	for this well? Air, freshwater, oil based, on the second s	etc. Freshwater etc. Reused or Disposed (see a	ttached letter)
I certify that I under on August 1, 2005, by the Organization of the permit are law or regulation can lead to a certify under pen application form and all at obtaining the information, I penalties for submitting false Company Official Signature	alty of law that I have personally examinated that thereto and that, based on me believe that the information is true, act information, including the possibility of the control of the co	ons of the GENERAL WATER POL Department of Environmental Protect erm or condition of the general perr ined and am familiar with the info ny inquiry of those individuals im curate, and complete. I am aware fine or imprisonment.	LUTION PERMIT issued ction. I understand that the nit and/or other applicable rmation submitted on this mediately responsible fo
Company Official (Typed N Company Official Title	Iame) Christian Warfield Project Engineer		JUN 3 0 2014
Subscribed and sworn before			office of Oil and Gas of Environmental Protection



MURRAY AMERICAN ENERGY, INC. & CONSOLIDATION COAL COMPANY

MURRAY AMERICAN ENERGY, INC. & CONSOLIDATION COAL COMPANY

46226 National Road St. Clairsville, OH 43950

phone: 304.843.3535 fax: 304.843.3546

e-mail: ChristianWarfield@coalsource.com

CHRISTIAN WARFIELD Project Engineer

June 23, 2014

Department of Environmental Protection Office of Oil and Gas 601-57th Street Charleston, WV 25320

To Whom It May Concern,

As per the Division of Environmental Protection, Office of Oil and Gas request, Consolidation Coal Company submits the following procedures utilizing pit waste.

Upon submitting a well work application (without a general permit for Oil & Gas Pit Waste Discharge Application), Consolidation Coal Company will construct no pits, but instead will use mud tanks to contain all drilling muds.

Once the well is completed, that material (minus the cave material) will be trucked to the next well to be plugged or to DEP facilities number U-0033-83, O-1001-00, U-1035-91U-46-84, U-78-83, O-1044-9, or U-100-83.

Sincerely.

Christian Warfield Project Engineer

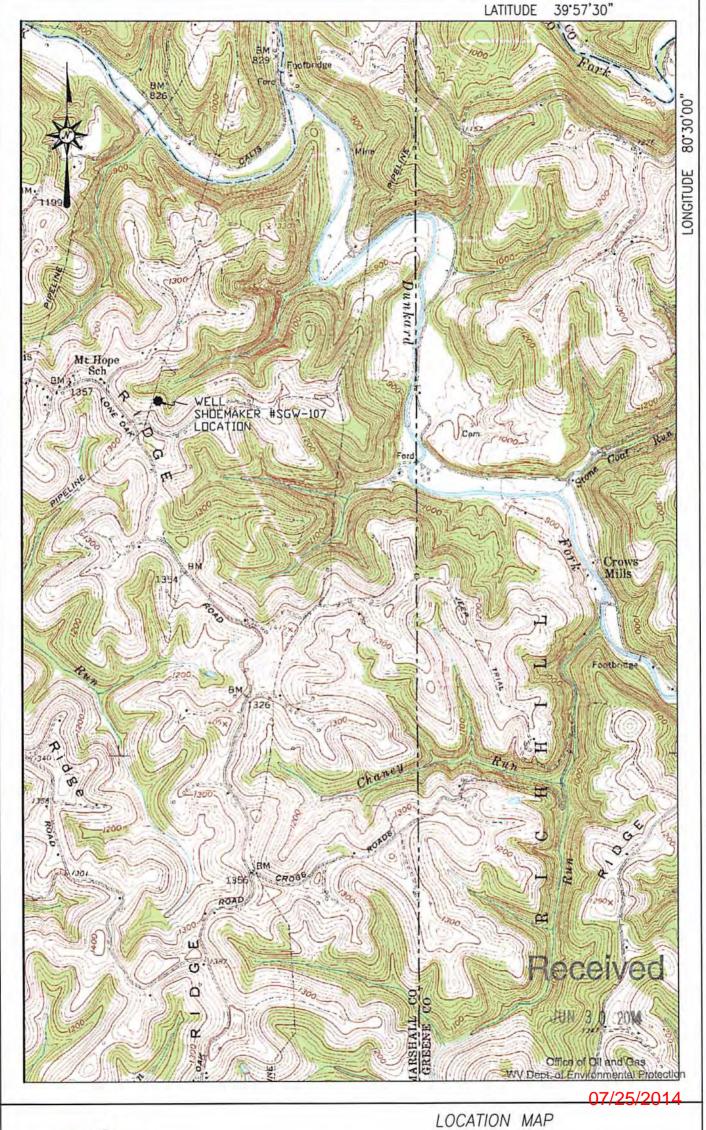
Mueter Warfeel

Received

JUN 3 0 2014

Office of Oil and Gas

W// Dmpt_ of Environmental Protection



Blue Mountain Inc.

11023 MASON DIXON HIGHWAY
BURTON, WY 26562
PHONE: (304) 662-6486

LOCATION MAP JUNE 23, 2014

> SCALE 1" = 2000'2000' 4000'

6000'

SHOEMAKER WELL # SGW-107 MAJORSVILLE QUADRANGLE WEST VIRGINIA — PENNSYLVANIA 0'

BLUE MOUNTAIN INC.

