

#### 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 30, 2015

# WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-6101690, issued to NORTHEAST NATURAL ENERGY 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: BOGGESS 5H

Farm Name: BOGGESS, BLAKE R. & H. PREST

API Well Number: 47-6101690

Permit Type: Horizontal 6A Well

Date Issued: 01/30/2015

API Number: 4706101690

# 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. <u>Failure to adhere to the specified permit conditions may result in enforcement action.</u>

#### **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.

WW-6B (9/13)

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

					iel	3	250
1)	Well Operator:	Northeast N	latural Energy LLC	494498281	Monongalia	Clay	Blacksville
				Operator ID	County	District	Quadrangle
2)	Operator's Well	Number: Bo	oggess 5H	Well Pad	l Name: Bogge	ess	
3)	Farm Name/Sur	face Owner:	Blake R. & H. Preston I	Boggess Public Roa	d Access: Mas	on Dixon H	wy (State Rt 7)
4)	Elevation, curren	nt ground:	1296' EI	evation, proposed j	post-construction	on: 1268'	
5)	Well Type (a)	Gas	Oil	Unde	erground Storag	e	
	Otl	her					
	(b)		allow _	Deep			
			rizontal =		An.	212 -12	7
-	Existing Pad: Ye	-				7/25/20	
7)	Proposed Target Marcellus ; 7,993'			ipated Thickness a	nd Associated I	ressure(s):	
8)	Proposed Total V	Vertical Dep	th: 7,993'				
9)	Formation at Tot	tal Vertical I	Depth: Marcellus				
10)	) Proposed Total	Measured D	epth: 15,930'				
11)	) Proposed Horiz	ontal Leg Le	ength: 7,112'				
12)	) Approximate Fi	resh Water S	trata Depths:	65', 1,100'			
13)	) Method to Dete	rmine Fresh	Water Depths:	Oriller's Log from Offs	et Wells		
14)	) Approximate Sa	altwater Dep	ths: 1,400', 2,25	0'			
15)	) Approximate C	oal Seam De	epths: 600', 950'				
(6)	) Approximate D	epth to Poss	ible Void (coal mi	ne, karst, other): _	N/A		
	) Does Proposed ectly overlying o		n contain coal seam an active mine?	Yes	No	<b>√</b>	
(a	) If Yes, provide	Mine Info:	Name:				
	· · · · · · · · · · · · · · · · · · ·		Depth:				
			Seam:			REC	EIVED
			Owner:			office of C	Jii and Gas
						not 2	0 G 0014

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## CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	24"	New	STD	94.71	60'	60'	GTS
Fresh Water	13 3/8"	New	J-55	54.5	1,265'	1,250'	CTS
Coal							
Intermediate	9 5/8"	New	J-55	40	2,430'	2,400'	CTS
Production	5 1/2"	New	P-110	20	15,930'	15,900'	3,470 cu. ft.
Tubing	2 3/8"	New	J-55	4.7		8,750'	NA
Liners							

<sup>\*</sup> Northeast Natural Energy LLC will not set Freshwater Casing beyond elevation without the prior approval from the WV DEP Office of Oil and Gas Management.

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	24"	24"	.25	2,200	Grout	NA
Fresh Water	13 3/8"	17 1/2"	.38"	2,760	Class A	1.23
Coal						
Intermediate	9 5/8"	12 1/4"	.395"	3,950	Class A	1.3
Production	5 1/2"	8 3/4"	.361"	12,530	50:50 Poz	1.21
Tubing	2 3/8"	NA	.190"	7,700	NA	NA
Liners						

#### PACKERS 1

Kind:		
Sizes:		
Depths Set:		

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19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
Drilling and completion of a horizontal Marcellus well. The well will be drilled on air to an approximate depth of 7,150' TVD/MD. Well will be horizontally drilled on fluid from KOP to approximately 7,993' TVD / 15,930' MD along a 325 degree azimuth.
20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:
Multi-stage / high-rate slickwater fracture treatment using various size sands as proppant. First stage will be initiated via pressurization against a burst disc ran in the production casing string or perforated with coiled tubing. Subsequent stages will be perforated with pumped down guns ran on wireline. Individual stages will be isolated with composite frac plugs. Maximum pump rate during any stage will be 110 BPM with a maximum allowable surface pressure of 9,500 PSI. Composite bridge plugs will be set at the end of the last stage to isolate the treated formation.
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres):
22) Area to be disturbed for well pad only, less access road (acres): 9.98
23) Describe centralizer placement for each casing string:
Surface and intermediate casing strings will have bow spring centralizers placed every third joint (~120') from shoe joint to surface. Production casing will have rigid body centralizers placed at a minimum every fourth joint (~160') from TD to surface.
24) Describe all cement additives associated with each cement type:
Surface string cement will be a Class A + Max 3% bwoc Calcium Chloride Fresh Water blend. Intermediate string cement will be a Class A Cement + Max 3% bwoc Calcium Chloride + Fresh Water. Production string cement will be (50:50) Poz (Fly Ash):Type I Cement with a gas migration additive.
25) Proposed borehole conditioning procedures:
Surface string will use a 25.0 bbls Gel Pill + LCM + 25 lbs Cello Flake + 20 lbs/bbl Bentonite @ 8.4 ppg & 10 bbls fresh water spacer prior to cement. Intermediate string will use a 25.0 bbls Gel Pill + LCM + 25 lbs Cello Flake + 20 lbs/bbl Bentonite @ 8.4 ppg & 10 bbls fresh water spacer prior to cement. Production string will use a 50.0 bbls SealBond 25 + 1 gal/bbl US-40 + 275 lbs/bbl Barite + 1 gal/bbl SS-2 Spacer @ 13.5 ppg prior to cement.  GECEIVED  Office of Oil and Gas
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\*Note: Attach additional sheets as needed.

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### Northeast Natural Energy LLC Mine Contingency Plan



On all wells drilled, Northeast Natural Energy LLC ("NNE") has contingency strategies in place should an unanticipated void or mine be encountered while drilling the surface section of the well. If encountered, any accumulated gases will be diverted a safe distance away from the drilling operations through the blooey line and/or flare.

All casings programs submitted to the state incorporate the use of a 24" conductor over the previously used 20" that has long been the industry standard for a typical Marcellus design. The use of 24" conductor casing allows the use of a 22" bit to ream the surface hole, and drill 50' below the void to run a string of 18-5/8" 87.50#/ft J-55 through the section when needed.

The 18-5/8" would be set 30-50' below the void with cement baskets placed directly above and below. The section of pipe below the void would be cemented using the balance method with 100% excess. The section above the void would be cemented separately by using remedial top fill techniques and 30% excess.

With the use of these string sizes and techniques, the surface and intermediate strings do not need to be altered. After a proper WOC time, the surface section of the well would continue to be drilled with a 17-1/2" bit and the 13-3/8" 54.50#/ft freshwater casing would be set at the originally permitted depth.

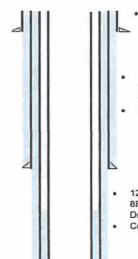
\*The diagram below visually shows the alternative casing plan should an unanticipated void be encountered.

# Casing Schematic w/ Mine String

#### 24" Conductor Set 10' Below Non-Compacted Soils

- 22" Hole Drilled to 50' Below Void
- 18-5/8" 87.5#/ft. J-55 BTC Set 30'-50' Below
- 17-½" Hole Drilled, 13-3/8" 54.5#/ ft. J-55 BTC/STC Set at Originally Permitted Depth
- Cement-to-Surface
- 12 ½" Hole Drilled, 9-5/8" 40#/ft. J-55 8RD LTC Set at Originally Permitted Depth
- Cement-to-Surface
- 8 ¾" Drilled, 5-½" 20#/ft. P-110 BTC Set at Originally Permitted Depth
- Cemented Top Minimum 200' Inside of Intermediate Casing

#### Casing Schematic w/o Mine String



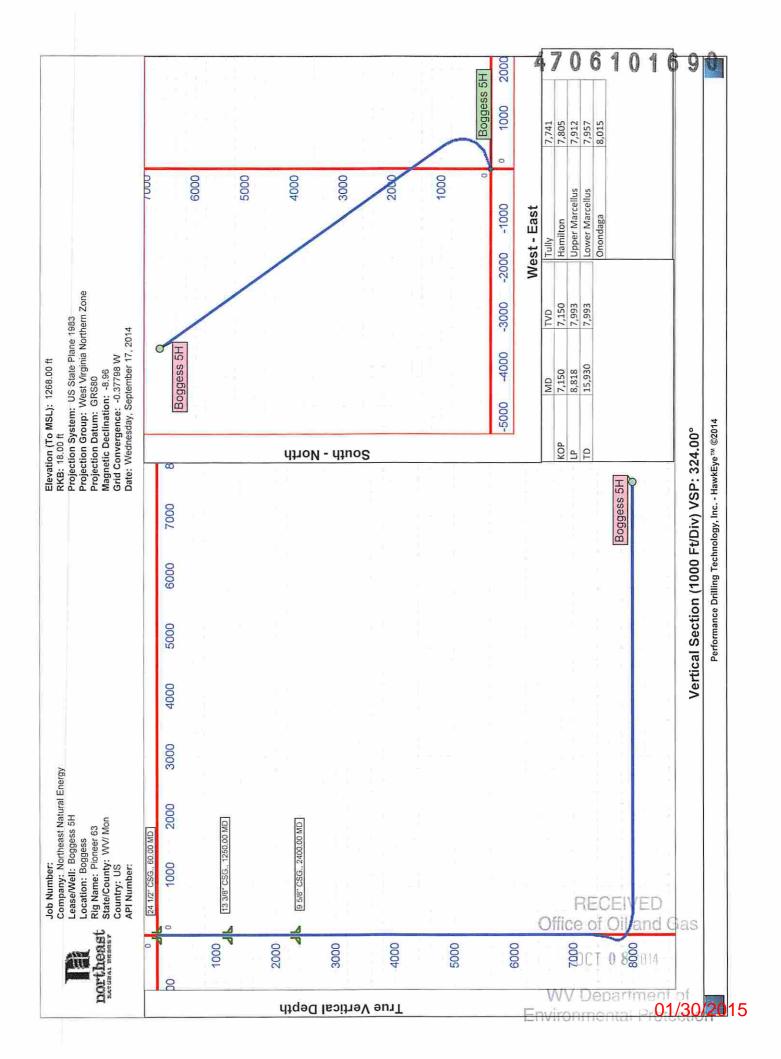
- 24" Conductor Set 10' Below Non-Compacted Soils
- 17-1/2" Hole Drilled, 13-3/8" 54.5#/
  ft. J-55 BTC/STC Set at Originally Permitted Depth
- Cement-to-Surface
- 12 1/2" Hole Drilled, 9-5/8" 40#/ft. J-55 8RD LTC Set at Originally Permitted Depth
- Cement-to-Surface

8 %"Drilled, 5-%" 20#/ft. P-110 BTC Set at Originally Permitted Depth Cemented Top Minimum 200' Inside of Intermediate Casing

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WW-9 (9/13)

API Number 47 -	·
Operator's Well No.	Boggess 5H

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

#### FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name_Northeast Natural Energy LLC	OP Code 494498281
Watershed (HUC 10) Dunkard Creek Quadra	ngle Osage, WV
Elevation 1,268' County Monongalia	District_ Clay
Do you anticipate using more than 5,000 bbls of water to complete the proposition will a pit be used? Yes No V	osed well work? Yes No
If so, please describe anticipated pit waste:  N/A  Will a synthetic liner be used in the pit? Yes  No  ✓	If so, what ml.?
Proposed Disposal Method For Treated Pit Wastes:	_ II so, what ml.?
Land Application	
Underground Injection ( UIC Permit Number	
Reuse (at API Number_unknown at this time, TBD	)
Off Site Disposal (Supply form WW-9 for dispos Other (Explain	
Will closed loop system be used? If so, describe: Yes - See Attachment A	
Drilling medium anticipated for this well (vertical and horizontal)? Air, fresh	
-If oil based, what type? Synthetic, petroleum, etc. Synthetic Oil Based	
Additives to be used in drilling medium? Organophilic Clay Viscosifiers, Lime, Unsaturated	
Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Re	
E 0.4	
-If left in pit and plan to solidify what medium will be used? (ceme	nt, lime, sawdust)
-Landfill or offsite name/permit number?See Atlachment A	- 4
I certify that I understand and agree to the terms and conditions of the on August 1, 2005, by the Office of Oil and Gas of the West Virginia Departs provisions of the permit are enforceable by law. Violations of any term or law or regulation can lead to enforcement action.  I certify under penalty of law that I have personally examined an application form and all attachments thereto and that, based on my inquibitationing the information, I believe that the information is true, accurate, penalties for submitting false information, including the possibility of fine or	ment of Environmental Protection. I understand that the condition of the general permit and/or other applicable and am familiar with the information submitted on this uiry of those individuals immediately responsible for and complete. I am aware that there are significant imprisonment.
Company Official Signature	Office of Oil and Gas
Company Official (Typed Name) Hollie Medley	061 082014
Company Official Title Regulatory Coordinator	4
	WV Department of
Subscribed and sworn before the this 18T day of October	Andrew J. Travis
My commission expires April 11, 2017	State of West Virginia My Commission Expires April 11, 2017 6240 Mid Allonds Psive 2015 Morgantown, Wizard 2015

# 4706101690

Form WW-9

Operator's Well No. Boggess 5H

	Permanent	
lbs/acre ons/acre Seed Mixtures	Permanent :	
ons/acre Seed Mixtures	Permanent	
Seed Mixtures	Permanent	
	Permanent	
01.77	Permanent	
0 1 7		
Seed Ty	уре	lbs/acre
Orchard Gra	ISS	8
Red Clover		2
Perennial Rye	9	8
Timothy 5,	Annual Rye	10
h		
Anustria of	200	
d work in	2003	
	11 11 11 11 11	31
0 20	L nu Offic	RECEIVED e of Oil and
	12014	OCT 0 8 1014
	Red Clover Perennial Ryo Timothy 5,  application (unless engineer	Perennial Rye Timothy 5, Annual Rye application (unless engineered plans including plans)  Date: 9302010ffic

### Attachment A to WW-9

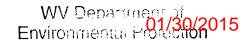
Northeast Natural Energy LLC ("NNE") plans to utilize a closed loop process for its drilling of the Boggess 5H well. Return flow from the well will be separated into its liquid and solid form. Liquids will be held in steel tanks and reused in the drilling and completion process or disposed of at an approved facility listed below. Solids removed from the stream will be diverted to steel half-round tanks where they will be solidified on site and taken to disposal as they are accumulated.

Boggess 5H Drill Cuttings will be taken to disposal at one or more of the following disposal/approved waste facilities, unless listed facilities are no longer approved to accept waste at time of disposal:

- Westmoreland Landfill (Tervita) Belle Vernon, PA (Permit # 100277)
- Meadowfill Landfill (Waste Management) Bridgeport, WV (Permit # SWF 103298)
- Max Environmental Yukon, PA (PAD004835146 and 301071)
- Max Environmental Bulger, PA (PAD059087072 and 301359)
- Chestnut Valley Landfill (Advanced Disposal) Export, PA (Permit # 101421)

NNE plans to reuse and recycle all flowback fluid and/or reach out to other operators in the area who may be able to reuse and recycle such fluid. However, in the event that reuse is not obtainable the fluid will be disposed of at one, or multiple, of the following disposal/approved waste facilities unless listed facilities are no longer approved to accept waste at time of disposal:

- Fairmont Brine Processing (WV NPDES #0116408)
- Green Hunter M. E. Elder 1 Disposal Well (Permit # 47-085-05151)
- Green Hunter Mason 1 Disposal Well (Permit #47-085-09721)
- Green Hunter Warren Disposal Well (Permit #34-121-2-3995)
- Green Hunter Travis Unit Disposal Well (Permit #34-121-2-4086)
- Viking Energy Corporation 20320 Disposal Well (Permit#47-039-02210)
- Ohio Oil Gathering Killbuck Disposal Well (Permit #34-075-24527)
- Ohio Oil Gathering Moran Disposal Well (Permit #34-089-24792)
- Ohio Oil Gathering Bells Run Disposal Well (Permit #34-167-29395)
- Ohio Oil Gathering Long Run Disposal Well (Permit #34-167-29658)
- Ohio Oil Gathering Newell Run Disposal Well (Permit #34-167-29685) RECEIVED
- Appalachian Oil Purchaser Greens Run Disposal Well (Permit #2D இத்தேரை Oil and Gas





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# Boggess 5H SITE SAFETY PLAN

September 22, 2014

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