

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

PERMIT MODIFICATION APPROVAL

July 02, 2014

EQT PRODUCTION COMPANY POST OFFICE BOX 280 BRIDGEPORT, WV 26330

Re: Permit Modification Approval for API Number 8510096 , Well #: 515278

Extended freshwater casing

Oil and Gas Operator:

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.

Please call James Martin at 304-926-0499, extension 1654 if you have any questions.

Sincerely,

Gene Smith

Regulatory/Compliance Manager

Office of Oil and Gas



July 1, 2014

Mr. Gene Smith
West Virginia Department of Environmental Protection
Office of Oil and Gas
601 57th Street SE
Charleston, WV 25304

Re: Modification of 47-08510093, 08510094, 08510095, 08510096, 08510097

Dear Mr. Smith,

EQT would like to modify the depth of the fresh water casing (13 3/8") from 973' to 1075'. This will be below the current elevation of 1119'due to the potential show of red rock. I have enclosed a new WW-2B, well schematics, and rec plan for your review.

If you have any questions, please do not hesitate to contact me at (304) 848-0076.

Sincerely,

Vicki Roark

Permitting Supervisor-WV

Well R

Enc.

3/28

STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION, OFFICE OF OIL AND GAS W.VA. CODE §22-6A - WELL WORK PERMIT APPLICATION

| 1) Well Operator: EQT Product | ion Company | | | 085 | | 539 |
|--|--|------------------|---------------------|---------------------|------------------|------------------|
| 7 | | | Operator ID | County | District | Quadrangle |
| 2) Operator's Well Number: | | 515278 | | _Well Pad Nam | ne: | PEN15 |
| 3) Farm Name/Surface Owner : _ | Dev | vayne Britton | et ux | _Public Road A | ccess: | WV74 |
| 4) Elevation, current ground: | 1,119.0 | Elevat | ion, proposed p | ost-construction | 1,119 | .0 |
| 5) Well Type: (a) Gas | Oil | Un | derground Stora | age | | |
| Other | | | | | | |
| (b) If Gas: | Shallow | • | Deep | | | |
| | Horizontal | • ti | | | | |
| 6) Existing Pad? Yes or No: | yes | | | | | |
| 7) Proposed Target Formation(s), | Dooth(a) Anti | isingted This | enaccae and Ac | enciated Pressu | ro(c) | |
| Target formation is Marcellus | | | | | | sure of 4176 PSI |
| rarget formation is marcellus | at a depth of oos | 55 WILL DIE ENTE | pated tribarioss to | De do reor and arms | paros largorpias | |
| 8) Proposed Total Vertical Depth: | | | | 6,395 | | |
| 9) Formation at Total Vertical Dep | | | | Marcellus | | |
| 10) Proposed Total Measured Dep | _ | | | 12,980 | | |
| 11) Proposed Horizontal Leg Leng | th | | | 3,350 | | |
| 12) Approximate Fresh Water Stra | | | 83 | 3, 163, 242, 394, | 770, 873 | Y |
| 13) Method to Determine Fresh W | | | | By offset we | ells | |
| 14) Approximate Saltwater Depths | | | | 52, 1943, 2521 | | |
| 15) Approximate Coal Seam Depti | | | | 4, 273, 379, 744 | 1 | |
| 16) Approximate Depth to Possible | | ine, karst, oth | ner): | | None repo | orted |
| 17)Does proposed well location adjacent to an active mine? | contain coal s | seams directl | y overlying or | | | |
| (a) If Yes, provide Mine Info: | Name: | | | | | |
| , , | | | | | | |
| | | | | | | |
| | Owner: | | | | | |
| | SOURCE STATE OF THE STATE OF TH | | | | | |

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Dul 4-2-14

CASING AND TUBING PROGRAM

MOD

| 18) TYPE | Size | New Ot Used | Grade | <u>Meight per</u> | FOOTAGE: | INTERVALS: Left in Well | CEMENT: Fill-up (Cu.Fl.) |
|--------------|--------|-------------------|-------|-------------------|----------|----------------------------|---|
| Conductor | 20 | New | MC-50 | 81 | 40 | 40 | 38 C.T.S. |
| Fresh Water | 13 3/8 | New | MC-50 | 54 | 1,075 | 1,075 | 931 C.T.S. |
| Coal | | | | | | | |
| Intermediate | 9 5/8 | New | MC-50 | 40 | 5,330 | 5,330 | 2,092 C.T.S. |
| Production | 5 1/2 | New | P-110 | 20 | 12,980 | 12,980 | See Note 1 |
| Tubing | 2 3/8 | | J-55 | 4.6 | | | May not be run, if run will be set 100' less than TD |
| Liners | | | | | | | |

| TYPE | Size | Wellbore Diameter | Wail Thickness | Burst Pressure | Cement Type | Cement Yield (cu. ft./k) |
|--------------|--------|----------------------|-------------------|-------------------|----------------|-----------------------------|
| Conductor | 20 | 24 | 0.375 | | Construction | 1.18 |
| Fresh Water | 13 3/8 | 17 1/2 | 0.38 | 2,480 | 1 | 1.21 |
| Coal | | | | | | |
| Intermediate | 9 5/8 | 12 3/8 | 0.395 | 3,590 | 1 | 1,21 |
| Production | 5 1/2 | B 1/2 | 0.361 | 12,640 | | 1.27/1.86 |
| Tubing | · · · | ļ | | | <u> </u> | |
| Liners | | | | | | |

<u>Packers</u>

| Kind: | N/A | |
|-------------|-----|--|
| Sizes: | N/A | |
| Depths Set: | N/A | |

Note 1: EQT plans to bring the TOC on the production casing cement job 1,000' above kick off point, which is at least 500' above the shallowest production zone, to avoid communication.

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David welen

(3/13)

| 19) Describe proposed well work, including the drilling and plugging back of any pilot hole: |
|--|
| Drill and complete a new horizontal well in the Marcellus Formation. The vertical drill to go down to an approximate depth of 3973'. |
| Then kick off the horizontal leg into the Marcellus using a slick water frac. |
| Then Alok On the Horzonia. Signature and the state of the |
| |
| 20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate: |
| Hydraulic fracturing is completed in accordance with state regulations using water recycled from previously fractured wells and obtained from |
| Hydraulic fracturing is completed in accordance with state regulations using the freshwater sources. This water is mixed with sand and a small percentage (less than 0.3%) of chemicals (including 15% Hydrochloric acid, freshwater sources. This water is mixed with sand and a small percentage (less than 0.3%) of chemicals (including 15% Hydrochloric acid, freshwater sources, friction reducer, biocide, and scale inhibitor), referred to in the industry as a "slickwater" completion. Maximum |
| -ti-legated treating processing processed to average approximately 8500 psi, maximum anticipated treating rates are expected to average |
| approximately 100 bpm. Stage lengths vary from 150 to 300 feet. Average approximately 200,000 barrers of water per stage. Carto stage. |
| vary from 100 mesh to 20/40 mesh. Average approximately 200,000 pounds of sand per stage. |
| |
| 21) Total area to be disturbed, including roads, stockpile area, pits, etc, (acres): no additional disturbance |
| 22) Area to be disturbed for well pad only, less access road (acres): ±.3 ac |
| 23) Describe centralizer placement for each casing string. |
| Surface: Bow spring centralizers – One at the shoe and one spaced every 500'. Surface: Bow spring centralizers – One at the shoe and one spaced every 500'. Surface: Bow spring centralizers – One at the shoe and one spaced every 500'. Surface: Bow spring centralizers – One at the shoe and one spaced every 500'. |
| Intermediate: Bow spring centralizers— One cent at the shoe and one spaced every 500'. Production: One spaced every 1000' from KOP to Int csg shoe |
| |
| 24) Describe all cement additives associated with each cement type. Surface (Type 1 Cement): 0-3% Calcium Chloride |
| Used to speed the setting of cement slurries. 0.4% flake. Loss Circulation Material (LCM) is used to combat the loss of the cement slurry to a thief zone. |
| Laborardiate (Type 1 Coment): 0-2% Calcium Chloride. Salt is used in shallow, low temperature formations to speed the setting of cement |
| slurries. 0.4% flake. Loss Circulation Material (LCM) is used to combat the loss of whole drilling fluid or cement sturry (not mitrate) |
| to a thief zone. |
| Production: |
| Lead (Type 1 Cement): 0.2-0.7% Lignosulfonate (Retarder). Lengthens thickening time. |
| 0.3% CFR (dispersant). Makes cement easier to mix. |
| Tail (Type H Cement): 0.25-0.40% Lignosulfonate (Retarder). Lengthens thickening time. |
| 0.2-0.3% CFR (dispersant). This is to make the cement easier to mix. |
| 60 % Calcuim Carbonate. Acid solubility. |
| 0.4-0.6% Halad (fluid loss). Reduces amount of water lost to formation. |
| |
| 25) Proposed borehole conditioning procedures. Surface: Circulate hole clean (Approximately 30-45 minutes) rotating & reciprocating |
| one full joint until cuttings diminish at surface. When cuttings returning to surface diminish, continue to circulate an additional 5 |
| minutes. To ensure that there is no fill, short trip two stands with no circulation. If there is fill, bring compressors back on |
| and circulate hole clean. A constant rate of higher than expected cuttings volume likely indicates washouts that will not clean up. |
| Intermediate: Circulate hole clean (Approximately 30-45 minutes) rotating & reciprocating one full joint until cuttings diminish at |
| surface. When cuttings returning to surface diminish, continue to circulate an additional 5 minutes. If foam drilling, to enhance |
| hole cleaning use a soap sweep or increase injection rate & foam concentration. |
| Production: Pump marker sweep with nut plug to determine actual hole washout. Calculate a gauge holes bottoms up volume. |
| Perform a cleanup cycle by pumping 3-5 bottoms up or until the shakers are clean. Check volume of cuttings coming across |
| the chakers even 15 minutes |

*Note: Attach additional sheets as needed.

Well Schematic EQT Production

515278 (PEN15H9) 0 -— 0' Hale Stare 24' - 20' Conductor at 40' ER Stre 17.5" **—** 500° TOC @ Surface 13 3/8", MC-50, 54.54 @ 873' Fresh Water Base 1,075" IT MO Bit Size 12,375" 1,000' — _{1,040'} Base Red Rock **— 1,000**° 1,500' ---**--- 1,500**° 1.746' Maxton 2,000° — 1,967° Big Lime 2,079° Big Injun **— 2,000**° 2,500' — 2,580' -Gantz **- 2,500**° 2,719' -Fifty foot 2,801' -Thiny foot 3,000' -- 2,844' -Gordon 2,926' -Forth Sand 3,114' -Bayard **— 3,000**° 3,500° — 3,464° -Warren 3,545° -Speechley **— 3.500**° 4,000" — - 4,000 4,195' -Balltown A 4,500' — _{4,580'} -Rilay **--** 4,500° 5,000' — ^{4,951'} -Benson -- 5.000 TCC & Surface 9 SHP, MC-50, 40# @ 6,330" it MD Bit Stra 6.5" 5,211' -Alexander 5,330' int. csg pt ₫ 5.500" --**—** 5,500° 6,105° -Sonyea 6,218° -Middlesex 6,275° -Genesee KOP = 3,973" ñ MD 10 Dag DLS 6.000 -- 6,000 6,326' -Geneseo 6,353' -Tully 8,380° ft MD 6,395° ft TVD Land 0 6,388" -Hamilton 6,374" -Marcellus 6,500" — 6,424" Onondega 5 1/2", P-110, 201 12,480" ft MD **— 6,500**° 6,195" ft TVD 7,000" — **--- 7,000°** 7,500' ---**-- 7,500**° B,000° — **→ 8.000°**





