

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 Earl Ray Tomblin, Governor Randy C. Huffman, Cabinet Secretary www.dep.wv.gov

PERMIT MODIFICATION APPROVAL Horizontal 6A / Horizontal 6A Well - 1

EQT PRODUCTION COMPANY 120 PROFESSIONAL PLACE BUILDING II BRIDGEPORT, WV 26330

Re:

Permit Modification Approval for 513760

47-085-10136-00-00

Acquired subsurface agreement for additional tract.

EQT PRODUCTION COMPANY

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.

James

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

Operator's Well Number: 513760 Farm Name: PIERCE, HAROLD K.

U.S. WELL NUMBER: 47-085-10136-00-00

Horizontal 6A / Horizontal 6A Well - 1

Date Issued: 12/30/2016

Promoting a healthy environment.



June 8, 2016

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

Re: Modification of 47-085-10136

Dear Mr. Smith,

Please accept the attached updates for the above referenced permit. Upon inspection of our as-drilled plat, we noted the curve geometry crossed into an additional tract, for which EQT had acquired a subsurface agreement. Enclosed is an updated WW-6A1, WW-6B, mylar plat and rec plan reflecting corrections to update the permit file to be consistent with the as-drilled well bore.

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

Sincerely,

Vicki Roark

Permitting Supervisor-WV

Enc.

Office of Oil and Gas

JUN 10 2016

WV Department of Environmental Protection

API NO. 47-085	- 10136
OPERATOR W	ELL NO. 513760
Well Pad Nam	ne: OXF163

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

1) Well Opera	tor: EQT	Production	Company	306686	Ritchie	Union	Oxford
				Operator ID	County	District	Quadrangle
2) Operator's '	Well Numbe	er: <u>513760</u>		Well F	ad Name: OX	F163	•
3) Farm Name	/Surface Ov	vner: Piero	e	Public R	oad Access: C	R 7/18	
4) Elevation, c	urrent grour	nd: <u>1158</u>	.4 EI	levation, propose	d post-construc	ction: 1158.	4
5) Well Type	(a) Gas	<u>X</u>	Oil		derground Stor		
	Other						
	(b)If Gas	Shallow	<u>X</u>	Deep			
0.0.1.		Horizonta	al <u>X</u>				
6) Existing Pac					_		
7) Proposed Ta Marcellus, 6	rget Format 560', 53' 219	tion(s), Dep 0 PSI	th(s), Antic	ipated Thickness	and Expected	Pressure(s):	
8) Proposed To	tal Vertical	Depth: 65	660				
9) Formation a	t Total Verti	ical Depth:	Marcellus				
10) Proposed T	otal Measur	red Depth:	14819				
11) Proposed H	lorizontal L	eg Length:	7425				
12) Approxima	ite Fresh Wa	iter Strata D	epths:	173, 450, 514			
13) Method to	Determine F	resh Water	Depths: B	By offset wells			
14) Approxima	te Saltwater	Depths: 1	153				
15) Approxima	te Coal Sear	m Depths:	None ident	tified			
l6) Approxima	te Depth to	Possible Vo	oid (coal mi	ne, karst, other):	None		
17) Does Propo directly overlyi	sed well loo ng or adjace	ation conta	in coal sean ive mine?	ns Yes	N	_o x	
(a) If Yes, pro	vide Mine I	nfo: Nam	e:				
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		Own				ffice of Oil	and Gan
						JUN 10	2010

WV Department of Environmental Protection 2017

API	NO.	47-	085	_	10136

OPERATOR WELL NO. 513760
Well Pad Name: OXF163

18)

CASING AND TUBING PROGRAM

ТҮРЕ	Size (in)	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling (ft)	INTERVALS: Left in Well (ft)	CEMENT: Fill-up (Cu. Ft.)/CTS
Conductor	20	New	A-500	78.6	40	40	44.84 ft^3 / CTS
Fresh Water	13 3/8	New	J-55	54.5	1057	1057	963.6 ft^3 / CTS
Coal							
Intermediate	9 5/8	New	A-500	40	3032	3030	1218.5 ft^3 / CTS
Production	5 1/2	New	P-110	20	14804	14804	500' above top producing zone
Tubing	2 3/8	-	J-55	4.7		May not be run, if run set 40° above top perf or 80° inclination.	
Liners			-		- 424		

ТҮРЕ	Size (in)	Wellbore Diameter (in)	Wall Thickness (in)	Burst Pressure (psi)	Anticipated Max. Internal Pressure (psi)	Cement Type	Cement Yield (cu. ft./k)
Conductor	20	24	.375	1378	1102	Class A	1.18
Fresh Water	13 3/8	17 1/2	.38	2700	2160	Class A	1.20
Coal							
Intermediate	9 5/8	12 3/8	.395	3950	3160	Class A	1.18
Production	5 1/2	8 1/2	.361	12640	10112	Class H/H	1.23/1.95
Tubing	2 3/8	NA	.19	7700		-	
Liners							

PACKERS

Kind:	
Sizes:	Office of Oil and Gas
Depths Set:	Gas
	JUN 1 0 2016

WV Department of Environmental Protection

WW-6B
(10/14)

API NO. 47- <u>085</u> - 10136
OPERATOR WELL NO. 513760
Well Pad Name: OXF163

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. Drill the vertical to an approximate depth of 4655'. Kick off and drill curve. Drill the lateral in the Marcellus. Cement casing.

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 freshwater sources. This water is mixed with sand and a small percentage (less than 0.3%) of chemicals (including 15% Hydrochloric acid, gelling agent, gel breaker, friction reducer, biocide, and scale inhibitor), referred to in the industry as a "slickwater" completion. Maximum anticipated internal casing pressure is expected to be approximately 10000 psi, maximum anticipated treating rates are expected to average approximately 100 bpm. Stage lengths vary from 150 to 300 feet. Average approximately 200,000 barrels of water per stage. Sand sizes 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): no additional disturbance
- 23) Describe centralizer placement for each casing string:
- Surface: Bow spring centralizers One centralizer at the shoe and one spaced every 500'.
- Intermediate: Bow spring centralizers- One centralizer at the shoe and one spaced every 500'.
- Production: One solid body centralizer spaced every other joint from production casing shoe to KOP

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

Conductor: Class A no additives

Surface (Class A Cement): 0-3% Calcium Chloride. Used to speed the setting of cement slurries Intermediate (Class A Cement): 0-3% Calcium Chloride. Used to speed the setting of cement slurries.

.ead (Class A Cement): 0.2% CD-20 (dispersant makes cement easier to mix). .15% SuperFL-300 (fluid loss/lengthens thickening time) .15% SEC-10 (fluid loss) 50:50 POZ (extender) Tail (Class H Cement): 0.2% Super CR-1 (Retarder). Lengthens thickening time. .3% Super FL-200 (fluid loss) .2% SEC-10 (Fluid loss). .2% SuperFL-350 (fluid loss) Reduces amount of water lost to formation. 60 % Calcuim Carbonate. Acid solubility.

25) Proposed borehole conditioning procedures:

Surface: Circulate hole clean while rotating & reciprocating the drill string until cuttings directly at surface. Intermediate: Circulate hole clean while rotating & reciprocating the drill string until cuttings girainish at Gas surface.

Production: Pump marker sweep with nut plug to determine actual hole washout. Calculate p 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 shakers every 15 minutes.

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*Note: Attach additional sheets as needed.

WW-6A1 (5/13)

085-10136

INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE Chapter 22, Article 6A, Section 5(a)(5) IN LIEU OF FILING LEASE(S) AND OTHER CONTINUING CONTRACT(S)

Under the oath required to make the verification on page 1 of this Notice and Application, I depose and say that I am the person who signed the Notice and Application for the Applicant, and that –

- (1) the tract of land is the same tract described in this Application, partly or wholly depicted in the accompanying plat, and described in the Construction and Reclamation Plan;
- (2) the parties and recordation data (if recorded) for lease(s) or other continuing contract(s) by which the Applicant claims the right to extract, produce or market the oil or gas are as follows:

Lease Name or				
Number	Grantor, Lessor, etc.	Grantee, Lessee, etc.	Royalty	Book/Page

see attached

Acknowledgement of Possible Permitting/Approval In Addition to the Office of Oil and Gas

The permit applicant for the proposed well work addressed in this application hereby acknowledges the possibility of the need for permits and/or approvals from local, state, or federal entities in addition to the DEP, Office of Oil and Gas, including but not limited to the following:

- WV Division of Water and Waste Management
- WV Division of Natural Resources WV Division of Highways
- U.S. Army Corps of Engineers
- U.S. Fish and Wildlife Service
- County Floodplain Coordinator

The applicant further acknowledges that any Office of Oil and Gas permit in no way overrides, replaces, or nullifies the need for other permits/approvals that may be necessary and further affirms that all needed permits/approvals should be acquired from the appropriate authority before the affected activity is initiated.

Well Operator: EQT Production Company

By: Victoria J Roark

Victoria J Roark

Permitting Supervisor

Environmental Protection

WW-6A1 attachment

Operator's Well No.

513760

Lease No.	Grantor, Lessor, etc.	Grantee, Lessee, etc.	Royalty	Book/Page
/ <u>Lease 118212</u>	J.E. Pierce, et al (current royalty owner)		***	
	J. E. Pierce, L. L. Pierce & Felsie Pierce (original lessor)	Pittsburgh & WV Gas. Co.		LB 45/257
	Pittsburg & WV Gas Co.	Equitable Gas Company		DB 126/473
	Equitable Gas Company	Equitrans, Inc.		LB 201/253
	Equittrans, Inc.	Equitable Production Company		LB 192/19
	Equitable Production Company	EQT Production Co.		DB 281/346
TMP 27-23	Jon Mathew and Sherri L. Bonnell	EQT Production Company	n/a	333/549 Subsurface
Lease 118210	B.M Pierce, et ux (current royalty owner)		***	
	B. M. Pierce & G. M. Pierce (original lessor)	Pittsburgh & WV Gas. Co.		LB 45/253
	Pittsburg & WV Gas Co.	Equitable Gas Company		DB 126/473
	Equitable Gas Company	Equitrans, Inc.		LB 201/253
	Equittrans, Inc.	Equitable Production Company		LB 192/19
	Equitable Production Company	EQT Production Co.		DB 281/346
Lease 987447	Craig H. Williams (current royalty owner)		min pd 1/8	
	Craig H. Williams & Amy L. Williams (orignal lessor)	EQT Production Co.	•	DB 257/115
Lease 107857	J.P. Smith, et ux (current royalty owner)		min pd 1/8	
	Betty Jean Nutter (original lessor)	EQT Production Co.		LB 255/510
	Jerry Allen Riddle	EQT Production Co.		LB 255/516
Lease 988339	Donald Sheets, et al (current royalty owner)		min pd 1/8	
	Whittle Corporation	Antero Resources Corp.	•	LB254/1024
	Antero Resources Corp.	EQT Production Co.		LB273/865

^{***} We will pay one-eighth of the total amount paid to or received by or allowed to the owner of the working interest at the wellhead for the oil or gas so extracted, produced, or marketed before deducting the amount to be paid to or set aside for the owner of the oil or gas in place, on all such oil or gas to be extracted, produced, or marketed from the well.

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085-10136

EQT Production Company 2400 Zenith Ridge Rd. Suite 200 Canonsburg, PA 15317 www.eqt.com

Todd Klaner Manager, Permitting tklaner@eqt.com

Via E-Mail

June 1, 2016

WV DEP Reviewer

RE: EQT Production Company

PAD ID - OXF163 Well# - 513760 Ritchie County

Dear Reviewer,

This well indicated by this permit application contains a Subsurface Easement Agreement for non-productive portions of the well bore. Attached is a Memorandum of Subsurface Use Agreement which gives EQT the right to drill below the surface of the tracts 27-23 shown on the well plat.

EQT Production understands that the WVDEP will issue the permit in the normal process subject to the completeness of the requirements of the Office of Oil and Gas and does not take a position with regards to the property rights under this agreement.

EQT Production agrees that the WVDEP's issuance of the permit is in no way an affirmance or validation of EQT Production's claimed rights.

Regards,

Todd Klaner Manager, Permitting

EQT Production Company

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SUBSURFACE RIGHT-OF-WAY AND EASEMENT AGREEMENT

This SUBSURFACE RIGHT-OF-WAY AND EASEMENT AGREEMENT ("Agreement") is made the ## day of January, 2015, between Jon Mathew Bonnell and Sherri Bonnell, his wife, (hereinafter "Grantor" whether one or more), whose address is 9 Crystal Lake Road West Union, WV 26456 and EQT PRODUCTION COMPANY, (hereinafter "EQT"), whose corporate headquarters are located at 625 Liberty Avenue, Suite 1700. Pittsburgh, PA, 15222.

Property. Grantor owns that certain tract of land located in <u>Union</u> District, <u>Ritchie County</u>, West Virginia containing <u>133.42</u> acres, more or less, and conveyed to Grantor in Deed Book <u>268</u>, at page <u>129</u>. Map <u>27</u> Parcel <u>23</u>

- 1. <u>Subsurface</u>. For purposes of this Agreement, the subsurface shall be limited to the subsurface region and underground lying below the deepest economically mineable and merchantable coal seam.
- 2. Grant. In consideration of Ten Dollars and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Grantor grants to EQT a non-exclusive, perpetual right of way and subsurface easement within and underlying the Land for the purpose of locating and maintaining a total of three wellbores (513759/513760/513761) for the production of hydrocarbons by EQT from EQT's adjacent mineral tracts and leases. This right of way and easement shall run with the land and shall remain in force and effect until released and relinquished by EQT back to the Grantor, in writing.
- 3. Wellbores. Upon completion of any wellbore within the subsurface underlying the Land (the "Subsurface Land"), the subsurface easement in the area of the wellbore and the one hundred (100") feet on each side of the wellbore that parallels it shall become an exclusive right of way and easement in that area. The wellbore locations are generally described in the plat(s) filed with the West Virginia Department of Environmental Protection (the "DEP") for well(s): If an as-built plat is not available from the DEP for a wellbore located within the Subsurface Land, any third-party with the right to operate within the Subsurface Land may contact EQT's land department for a copy of such as-built plat. After the date of this Agreement, EQT shall provide notice of additional wellbores located within the remaining Subsurface Land by filing an amendment, affidavit or other appropriate document.
- 4. No Surface Operations. This Agreement does not grant EQT the right to conduct any operations on the surface of the Land. No surface operations shall be conducted on the Land by EQT unless the parties enter into a separate agreement.

5. Miscellaneous Provisions

(a) This instrument may be executed in one or more counterparts, each of which will be deemed to be an original copy of this instrument and all of which will be deemed to comprise one single instrument.

Office of One

(b) The parties agree that this Agreement shall be filed of record together with all exhibits thereto.

(b) The parties agree that this Agreement shall be filed of record together with all exhibits thereto.

exhibits thereto.

(c) For no additional consideration, Grantor shall execute such further documents as may be reasonably requested by EQT from time to time to effectuate the intelligibility of Agreement.

Environmental Protection

successors, assigns, heirs and administers and executors. shall inure to the benefit of and be binding upon the parties hereto and their respective IN WITNESS WHEREOF, effective as of the date first above written. This Agreement

Jon Mathew Bonnell

EQT PRODUCTION COMPANY

Attorney-In-Fact John W. Damato

Title:

9102 O I NOC Office of Oil and Gas RECEIVED

Environmental Protection WV Department of

STATE/COMMONWEALTH OF West Virginia; COUNTY OF Deddridge:
COUNTY OF <u>Doddridge</u> :
Before me. SIMBER THES a Notary Public, on this day personally appeared Jen Mathew Brankhown to me and acknowledged to me that he/she executed the instrument for the purposes and consideration therein expressed as his/her free act and deed. Given under my hand and seal of office this 14th day of January , 2015. My Commission expires: December 4, 2022
My Commission expires: 14 Certification 9, 2022
Official Seal Official Seal Official Seal Notary Public State of West Virginia Krishchyl Hattons Sorth Commit Reportal Just 91 Link Lane, Grenerwood, WV 26415 49 Compiliation Express December 4, 2022 Notary Public
STATE/COMMONWEALTH OF WOST VIRGINA; COUNTY OF HARRISON:
Before me, Sha hards, a Notary Public, on this day personally appeared, known to me to be the Attorney in fact of EQT PRODUCTION COMPANY, subscribed to the foregoing instrument, and acknowledged to me that he/she executed the instrument for the purposes and consideration therein expressed as his/her free act and deed. Given under my hand and seal of office this 20 day of Saruary. My Commission expires: Sure 16, 2016.
My Commission expires: UNE 16, 2016.
Official Seal Nousy Patils Nousy Patils State of the Veryini Ramberly Harmes Porth Cartal Regional Int. Ficial Jac. Hy Commission Express Doumbra 4, 2022 Notary Public OFFICIAL SEAL Commissioner Of West Virginia Ficial Language Commissioner Of West V

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Declaration of Consideration of Value

The Grantee hereby declares that the consideration being paid to Grantor for the transfer of real estate is \$______.

Given under my hand this 9th day of February 2015.

EQT PRODUCTION COMPANY John W. Damato Attorney-In-Fact

> 201500000882 EQT 115 PROFESSIONAL PLACE PO BOX 280 BRIDGEPORT WV 26330







May 24, 2016

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

Re: OXF163, 513760, 47-08510136

Dear Mr. Martin,

EQT Production Company is submitting an application for a new well work permit for the above well number. Upon information and belief, Operator's lease and/ or other real property rights permit it to conduct drilling operations for the subject well in the location shown on the plat, including under any public roads that the well lateral crosses.

Vicki Roark

Permitting Supervisor-WV

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