

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

August 11, 2014

WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-8510138, issued to ANTERO RESOURCES CORPORATION, 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: STALNAKER UNIT 1H

Farm Name: RICHARDS, JOHN WAYNE

API Well Number: 47-8510138

Permit Type: Horizontal 6A Well

Date Issued: 08/11/2014

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. Failure to adhere to the specified permit conditions may result in enforcement action.

CONDITIONS

- The Office of Oil and Gas has approved your permit application, which includes your addendum. Please be
 advised that the addendum is part of the terms of the well work permit, and will be enforced as such. The
 Office of Oil and Gas must receive a copy of all data collected, and submitted in a timely fashion, but no later
 than the WR35 submittal.
- 2. This proposed activity may require permit coverage from the United States Army Corps of Engineers (USACOE). Through this permit, you are hereby being advised to consult with USACOE regarding this proposed activity.
- 3. 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.
- 4. 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.
- 5. 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.
- 6. 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.
- 7. 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.

PERMIT CONDITIONS

- 8. 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.
- 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.
- 10. 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 <u>DEPOOGNotify@wv.gov</u> within 30 days of commencement of drilling.



Addendum for Antero pads in Ritchie County, WV

Stalnaker Unit 1H Permit #47-085-10138 Charlene Pad Stalnaker Unit 3H Permit #47-085-10139 Charlene Pad

The following outlines the process to be undertaken by Antero Resources prior to and during completion process of wells.

- •Investigate all wells within 1320' of new wells when within the defined Alexander to Marcellus <1500' window and all Marcellus vertical wells
 - contact operator of all wells
 - confirm well status, producing horizon, well completion/stimulation information
 - discuss plans to stimulate the horizontal Marcellus wells and the plans for monitoring Potential impact on shallow wells
 - make sure all vertical Marcellus to Alexander wells have adequate wellhead equipment, Including pressure gauges
 - provide shallow well operator with frac dates and monitor during stimulation
 - if well waters out during frac, shut it in until after stimulations, and install adequate well
 Control equipment prior to swabbing in the impacted shallow well
- Control fracturing parameters during job to limit fracture height growth
 - limit rate and limit pressures for each segment of fracturing stages
- *Tracers demonstrate that we rarely reach offset wells at 660' offset
 - -will use tracers at each lateral

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WV Department of Environmental Protection WW-6B (9/13)

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

			4	5
1) Well Operator: Antero Resources Corpora	494488557	085- Ritchie	Union	Pullman 7.5'
	Operator ID	County	District	Quadrangle
2) Operator's Well Number: Stalnaker Unit	1H Well P	ad Name: John F	Richards F	Pad
3) Farm Name/Surface Owner: John Wayne	e Richards Public Ro	oad Access: CR	9/8	
4) Elevation, current ground: ~1035'	Elevation, propose	d post-construction	on: 1,025	
5) Well Type (a) Gas Oi	l Un	derground Storag	e	
Other				
(b)If Gas Shallow	Deep	-		
Horizontal				
6) Existing Pad: Yes or No No				
7) Proposed Target Formation(s), Depth(s), A	Anticipated Thickness	and Associated I	Pressure(s):
Marcellus Shale: 6600' TVD, Anticipated Thick	ness- 50 feet, Associate	d Pressure- 3000#		
8) Proposed Total Vertical Depth: 6600' TVI	D			
9) Formation at Total Vertical Depth: Marce	ellus Shale			
10) Proposed Total Measured Depth: 14,80	00' MD			
11) Proposed Horizontal Leg Length: 7692				
12) Approximate Fresh Water Strata Depths:	85', 126', 298'			
13) Method to Determine Fresh Water Depth	s: Offset well records. D	epths have been ad	justed accor	ding to surface elevation
14) Approximate Saltwater Depths: 952', 1	856', 1868'			
15) Approximate Coal Seam Depths: 445', 5	580'			
16) Approximate Depth to Possible Void (co	al mine, karst, other):	None anticipated		
17) Does Proposed well location contain coal directly overlying or adjacent to an active mi		No.	V	
(a) If Yes, provide Mine Info: Name:				
Depth:				
Seam:				
Owner:			RE	CEIVED
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WW-6B (9/13)

18)

CASING AND TUBING PROGRAM

TYPE	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	20"	New	H-40	94#	40'	40'	CTS, 38 Cu. Ft.
Fresh Water	13-3/8"	New	J-55/H-40	54.5#/ 48#	350'	350'	CTS, 486 Cu. Ft
Coal	9-5/8"	New	J-55	36#	2450'	2450'	CTS, 998 Cu. Ft.
Intermediate							
Production	5-1/2"	New	P-110	20#	14,800'	14,800'	3,678 Cu. Ft.
Tubing	2-3/8"	New	N-80	4.7#		7,100	
Liners							

TYPE	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	20"	24"	0.438"	1530	Class A	1.18
Fresh Water	13-3/8"	17-1/2"	0.38"/0.33"	2730/1730	Class A	1.18
Coal	9-5/8"	12-1/4"	0.352"	3520	Class A	1.18
Intermediate						
Production	5-1/2"	8-3/4" & 8-1/2"	0.361"	12630	Lead-H/POZ & Tail - H	H/POZ-1.44 & H-1.8
Tubing	2-3/8"	4.778"	0.19"	11200		
Liners						

PACKERS

Kind:	N/A	RECEIVED
Sizes:	N/A	Office of Oil and Gas
Depths Set:	N/A	JUN 2 7 2014

WV Department of Environmental Protection

WW-6B (9/13)

19) Describe proposed well work, including the drilling and plugging back of any pilot hole:
Drill, perforate, fracture a new horizontal shallow well and complete Marcellus Shale.
20) Describe fracturing/stimulating methods in detail, including anticipated max pressure and max rate:
Antero plans to pump Slickwater into the Marcellus Shale formation in order to ready the well for production. The fluid will be comprised of approximately 99 percent water and sand, with less than 1 percent special-purpose additives as shown in the attached "List of Anticipated Additives Used for Fracturing or Stimulating Well."
21) Total Area to be disturbed including reads steelmile area mits etc. (cores). 24.65 acres
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acres): 24.65 acres
22) Area to be disturbed for well pad only, less access road (acres): 5.50 acres
23) Describe centralizer placement for each casing string:
Conductor: no centralizers Surface Casing: one centralizer 10' above the float shoe, one on the insert float collar and one every 4th joint spaced up the hole to surface. Intermediate Casing: one centralizer above float joint, one centralizer 5' above float collar and one every 4th collar to surface. Production Casing: one centralizer at shoe joint and one every 3 joints to top of cement in intermediate casing.
24) Describe all cement additives associated with each cement type:
Conductor: no additives, Class A cement. Surface: Class A cement with 2-3% calcium chloride and 1/4 lb of flake Intermediate: Class A cement with 1/4 lb of flake, 5 gallons of clay treat Production: Lead cement- 50/50 Class H/Poz + 1.5% salt + 1% C-45 + 0.5% C-16a + 0.2% C-12 + 0.45% C-20 + 0.05% C-51 Production: Tail cement- Class H + 45 PPS Calcium Carbonate + 1.0% FL-160 + 0.2% ACGB-47 + 0.05% ACSA-51 + 0.2% ACR-20

Conductor: blowhole clean with air, run casing, 10 bbls fresh water. Conductor: blowhole clean with air, run casing, 10 bbls fresh water.

Surface: blowhole clean with air, trip to conductor shoe, trip to bottom, blowhole clean with air, trip or trip to be capacity + 40 bbls.

Surface: blowhole clean with air, trip to conductor shoe, trip to bottom, blowhole clean with air, trip or trip to be capacity + 40 bbls. fresh water followed by 25 bbls bentonite mud, 10 bbls fresh water spacer. Intermediate: blowhole clean with air, trip to surface casing shoe, trip to bottom, blowhole clean with air, trip out, run casing, circulate 40 bbls brine water followed by 10 bbls fresh water and 25 bbls bentonite mud, pump 10 bbls fresh water.

Production: circulate with 14 lb/gal NaCl mud, trip to middle of lateral, circulate, pump high viscosity sweep, trip to base of curve, pump high viscosity sweep, trip to top of curve, trip to bottom, circulate, pump high viscosity sweep, trip out, run casing, circulate, pump 48 bbls barite pill, pump 10 bbls fresh water followed by 48 bbls mud flush and 10 bbls water.

*Note: Attach additional sheets as needed.

25) Proposed borehole conditioning procedures:

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Antero Resour	ces Corporation	OP Code 494488557	
Watershed (HUC 10) Sugar R	un Qi	uadrangle Pullman 7.5'	
Elevation 1,025	County_Ritchie	District_Union	
Do you anticipate using more the Will a pit be used? Yes	han 5,000 bbls of water to complete the	proposed well work? Yes No	1
		site (Drilling and Flowback Fluids will be stored in tanks. Cuttings w	ill be tanked and hauled o
		If so, what ml.? N/A	
	ethod For Treated Pit Wastes:		
	d Application erground Injection (UIC Permit Numbe	er	
		ations when applicable. API# will be provided on Form WR-34	
	Site Disposal (Supply form WW-9 for der (Explain	lisposal location) (Meadowfill Landfill Permit #SW	/F-1032-98)
Will closed loop system be used	d? If so, describe: Yes		
Orilling medium anticipated for	r this well (vertical and horizontal)? Air	r, freshwater, oil based, etc. Dust/Stiff Foam, Production - Water Ba	sed Mud
-If oil based, what type	e? Synthetic, petroleum, etc. N/A		
Additives to be used in drilling	medium? Please See Attachment		
Orill cuttings disposal method?	Leave in pit, landfill, removed offsite,	etc. Stored in tanks, removed offsite and taken to land	TOL.
-If left in pit and plan	to solidify what medium will be used? ((cement, lime, sawdust)_N/A	-
-Landfill or offsite nar	me/permit number? Meadowfill Landfill (Per	rmit #SWF-1032-98)	
on August 1, 2005, by the Office provisions of the permit are en law or regulation can lead to en I certify under penalty application form and all attack obtaining the information, I be penalties for submitting false in	ce of Oil and Gas of the West Virginia Inforceable by law. Violations of any tenforcement action. You of law that I have personally examination thereto and that, based on melieve that the information is true, accomporation, including the possibility of formation, including the possibility of formation.	The state of the s	erstand that the ther applicable mitted on this esponsible for are significant
Company Official Signature		Office of O	IVED
Company Official (Typed Nan		Office of O	l and Gae
Company Official Title Envir	ronmental Specialist	JUN 27	
	ne this 13 th day of JVV		<u>ZU14</u>
Subscribed and sworn-beforem My commission expires	ne this 18" day of JVV SUCK 4/3/2018	Environ manual	ETBUGH OF 1946 OF 1940 14661 15/2014

Form WW-9 Operator's Well No. Stalnaker Unit 1H Antero Resources Corporation Proposed Revegetation Treatment: Acres Disturbed 24.65 Prevegetation pH Lime 2-4 Tons/acre or to correct to pH Fertilizer type Hay or straw or Wood Fiber (will be used where needed) Fertilizer amount 500 lbs/acre 2-3 Mulch Tons/acre Access Road A (6.5) + Staging Area "A" (2.20)+ Well Pad/ Production Equipment Pad (5.50)+ Waiter Containment Pad (2.10) + Access Road B (.45)+ Excess/Topsoil Material Stockpiles (7.90)= 24.65 Acres Seed Mixtures Temporary Permanent Seed Type lbs/acre Seed Type lbs/acre Annual Ryegrass 10 - 1540 Crownvetch *See attached Table 3 for additional seed type (John Richards Pad Design Page 25) *See attached Table 4a for additional seed type (John Richards Pad Design Page 25) *or type of grass seed requested by surface owner *or type of grass seed requested by surface owner *No Fescue or Timothy Grass shall be used Attach: Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided) Photocopied section of involved 7.5' topographic sheet. Date: Field Reviewed?

Form WW-9 Additives Attachment

SURFACE INTERVAL

- 1. Fresh Water
- 2. Soap -Foamer AC
- 3. Air

INTERMEDIATE INTERVAL

STIFF FOAM RECIPE:

- 1) 1 ppb Soda Ash / Sodium Carbonate-Alkalinity Control Agent
- 2) 1 ppb Conqor 404 (11.76 ppg) / Corrosion Inhibitor
- 3) 4 ppb KLA-Gard (9.17 ppg) / Amine Acid Complex-Shale Stabilizer
- 4) 1ppb Mil Pac R / Sodium Carboxymethylcellulose-Filtration Control Agent
- 5) 12 ppb KCL / Potassium Chloride-inorganic Salt
- 6) Fresh Water 80 bbls
- 7) Air

PRODUCTION INTERVAL

1. Alpha 1655

Salt Inhibitor

2. Mil-Carb

Calcium Carbonate

3. Cottonseed Hulls

Cellulose-Cottonseed Pellets - LCM

4. Mil-Seal

Vegetable, Cotton & Cellulose-Based Fiber Blend – LCM

Clay-Trol

Amine Acid Complex - Shale Stabilizer

6. Xan-Plex

Viscosifier For Water Based Muds

7. Mil-Pac (All Grades)

Sodium Carboxymethylcellulose - Filtration Control Agent

8. New Drill

Anionic Polyacrylamide Copolymer Emulsion – Shale Stabilizer

9. Caustic Soda

Sodium Hydroxide – Alkalinity Control

10. Mil-Lime

Calcium Hydroxide - Lime

11. LD-9

Polyether Polyol – Drilling Fluid Defoamer

12. Mil Mica

Hydro-Biotite Mica – LCM

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WV Department of Environmental Protection 13. Escaid 110

Drilling Fluild Solvent – Aliphatic Hydrocarbon

14. Ligco

Highly Oxidized Leonardite - Filteration Control Agent

15. Super Sweep

Polypropylene – Hole Cleaning Agent

16. Sulfatrol K

Drilling Fluid Additive - Sulfonated Asphalt Residuum

17. Sodium Chloride, Anhydrous

Inorganic Salt

18. D-D

Drilling Detergent – Surfactant

19. Terra-Rate

Organic Surfactant Blend

20. W.O. Defoam

Alcohol-Based Defoamer

21. Perma-Lose HT

Fluid Loss Reducer For Water-Based Muds

22. Xan-Plex D

Polysaccharide Polymer - Drilling Fluid Viscosifier

23. Walnut Shells

Ground Cellulosic Material - Ground Walnut Shells - LCM

24. Mil-Graphite

Natural Graphite – LCM

25. Mil Bar

Barite - Weighting Agent

26. X-Cide 102

Biocide

27. Soda Ash

Sodium Carbonate – Alkalinity Control Agent

28. Clay Trol

Amine Acid complex - Shale Stabilizer

29. Sulfatrol

Sulfonated Asphalt – Shale Control Additive

30. Xanvis

Viscosifier For Water-Based Muds

31. Milstarch

Starch - Fluid Loss Reducer For Water Based Muds

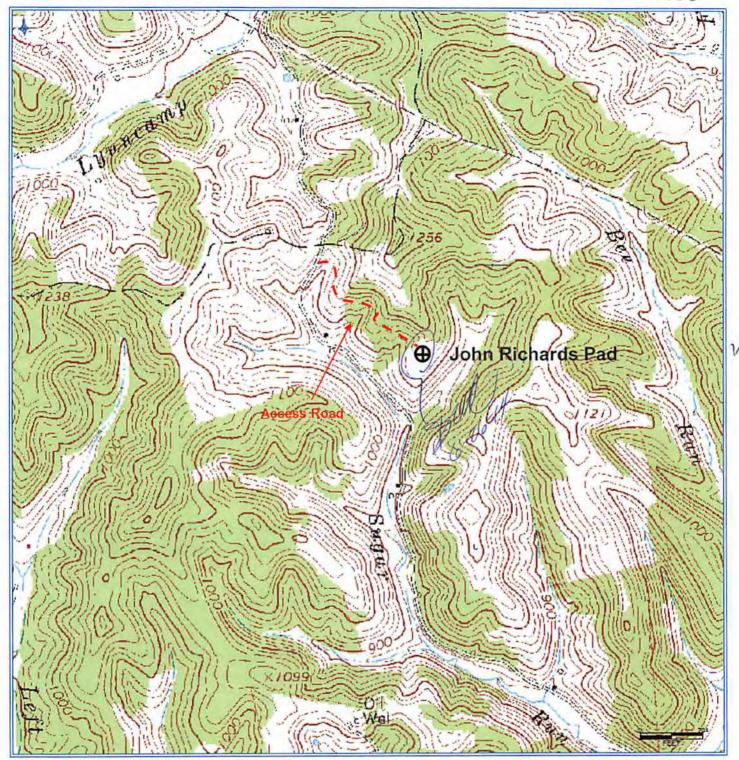
32. Mil-Lube

Drilling Fluid Lubricant

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WV Dapartmert of ENVIRAMENTAL PROJECTION



Antero Resources Corporation Appalachian Basin Stalnaker Unit 1H 2 7 2014 Ritchie County exartment of Watershed: South Fork Hughes River Properties of District: Union Date: 4-4-14

