

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

Tuesday, October 25, 2016 WELL WORK PERMIT Vertical / Plugging

HG ENERGY, LLC 5260 DUPONT ROAD

PARKERSBURG, WV 26101

Re: Permit approval for 57 47-103-00992-00-00

This well work permit 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 any additional specific 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 of 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.

Per 35 CSR 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) 926-0450.

--- 57

James A. Martin

Chief

Operator's Well Number: 57 Farm Name: HOYT, L. S.

U.S. WELL NUMBER: 47-103-00992-00-00

Vertical / Plugging

Date Issued: 10/25/2016

Promoting a healthy environment.

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.

WW-4B Rev. 2/01

1) Date September	13 ,	20 16
2) Operator's		7
Well No. LS Hoy	t 57	
3) API Well No.	47-103	- 0992

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

	(If "Gas, Production or U	nuerground storage	e/ Shallow_X
5)	Location: Elevation 1420'	Watershed Barke	r Run
51	District Grant	County Wetzel	
	DISTINCT ORDER	County 11025	Quadrangle in Slove 1.5
6)	Well Operator HG Energy, LLC	_ 7) Designated Ag	_{rent} Diane White
	Address 5260 Dupont Road		ess 5260 Dupont Road
	Parkersburg, WV 26101		Parkersburg, WV 26101
		-	
8)	Oil and Gas Inspector to be notified	9) Plugging Cont	ractor
	Name Derek Haught	Name_To E	Be Determined Upon Approval of Permit
	Address P. O. Box 85	Address_	
	Smithfield, WV 26178		
		-	
.0)	Work Order: The work order for the man	nner of plugging t	his well is as follows:
0)			his well is as follows:
0)	Work Order: The work order for the man		his well is as follows:
0)	Work Order: The work order for the man		Received
.0)	Work Order: The work order for the man		
0)	Work Order: The work order for the man		Received
0)	Work Order: The work order for the man		Received Office of Oil & Ga
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WW-4B - Conti Rev. 2/01

September 13, 2016 2) Operator's Well Number L. S. Hoyt 57 API Well No: 47 103 0992 County Permit State

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

OCATION-	(If "Gas",			tion		_ Waste Dispo			
OCATION-		Production	Underground	i St	orage) Deep	Sh	allow _	X
OCATION:	Elevation:	1420'	Watershed:		Barker Run				
	District:	Grant	County:		Wetzel	Qu	adrangle	Pine (Grove 7.5
ELL OPERAT	OR: HG Energ	y, LLC	494497948	7)	DESIGNAT	ED AGENT	Diane V	Vhite	
Address	5260 Dup	ont Road				Address	5260 Di	upont Re	oad
	Parkersbu	rg, WV 26101					Parkers	burg, W	V 26101
IL & GAS INS	PECTOR TO B	E NOTIFIED		9)	PLUGGING	CONTRACTO	OR.		
ame	Derek Haught				Name	To Be Determ	ined Upon	Approva	of Permi
ddress	PO Box 85				Address				
	Smithfield, W	V 26178							
	Address IL & GAS INS	Address FO Box 85 Address FO Box 85	ZELL OPERATOR: HG Energy, LLC Address 5260 Dupont Road Parkersburg, WV 26101 ZELL & GAS INSPECTOR TO BE NOTIFIED Derek Haught	TELL OPERATOR: HG Energy, LLC 494497948 Address 5260 Dupont Road Parkersburg, WV 26101 IL & GAS INSPECTOR TO BE NOTIFIED ame Derek Haught ddress PO Box 85	TELL OPERATOR: HG Energy, LLC 494497948 7 Address 5260 Dupont Road Parkersburg, WV 26101 9 IL & GAS INSPECTOR TO BE NOTIFIED 9 ame	TELL OPERATOR: HG Energy, LLC	TELL OPERATOR: HG Energy, LLC 494497948 7) DESIGNATED AGENT Address 5260 Dupont Road Address Parkersburg, WV 26101 IL & GAS INSPECTOR TO BE NOTIFIED 9) PLUGGING CONTRACTOR AGENT Name To Be Determed Derek Haught Name To Be Determed Derek Haught Address PO Box 85 Address	TELL OPERATOR: HG Energy, LLC 494497948 7) DESIGNATED AGENT Diane V Address 5260 Dupont Road Address 5260 Dupont Road Parkersburg, WV 26101 Parkers IL & GAS INSPECTOR TO BE NOTIFIED 9) PLUGGING CONTRACTOR Name To Be Determined Upon ddress PO Box 85 Address	TELL OPERATOR: HG Energy, LLC 494497948 7) DESIGNATED AGENT Diane White Address 5260 Dupont Road Address 5260 Dupont Road Parkersburg, WV 26101 Parkersburg, W 26101 9) PLUGGING CONTRACTOR Name To Be Determined Upon Approval ddress PO Box 85 Address

Plug #3 - 1650' - 1350' Located at 8 1/4" shoe and through elevation. Perforate 8 1/4" casing through elevation

one shot every 10' from 1470' to 1370'

Plug #4 - 1125' - 1025'

Plug # 2 - 2550' - 2275'

Located through coal. Perforate 8 1/4" casing one shot every 10' from 1125' to 1025',

and one shot per foot 1080' to 1070'.

Plug #5 - 725' - 625'

Located below fresh water and at anticipated top of 8 1/4" casing

Located at 6 5/8" casing shoe, and top of 5 3/16" liner if present

Plug #6 - (200' to 0')

Located from 200' to surface. Perforate 6 5/8" one shot every ten feet if present, from 200' to 100'.

Recover all possible casing. If casing can not be recovered, perforate for plug placement.

Received Office of Oil & Gas

SEP 26 2016

Monument -

6" minimum diameter metal pipe

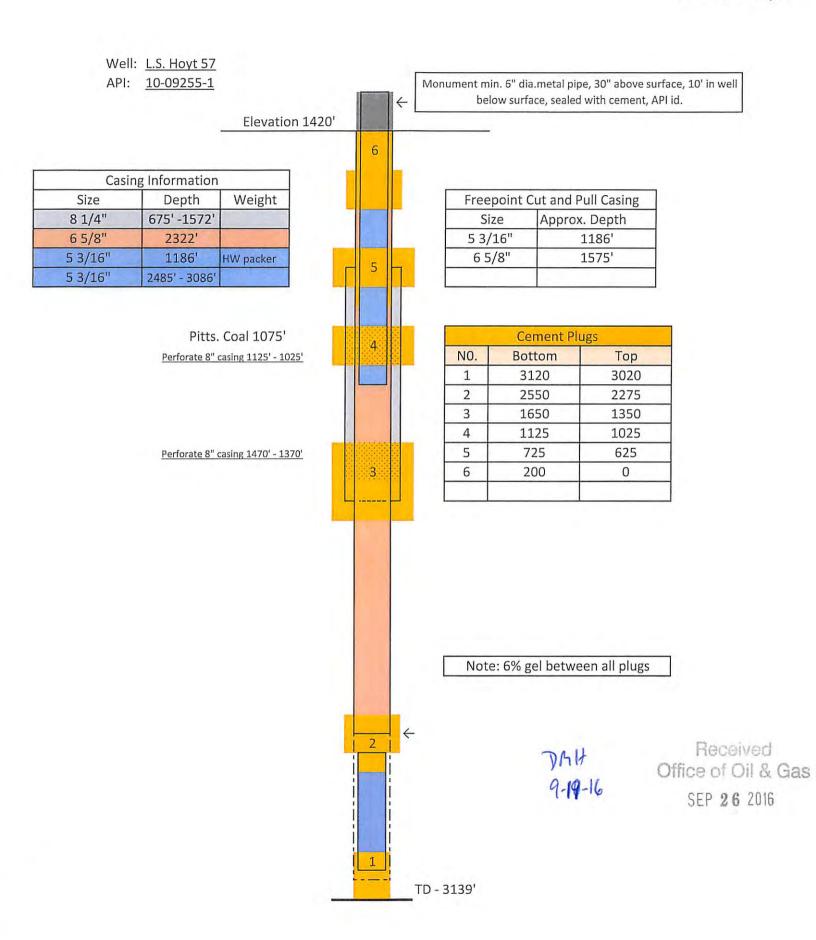
30" above surface

10' in well below surface

Sealed with cement

API identification (1/2") height numbering

6% Gel between all plugs



E. ₩. Grant Dist., Wetzel County, West Va. Dr'g. Completed May 29, 1002 Well has been shot low.
Oct. 4,1921: Run 323: of 5-3/16" casing line set on shoulder.
May 21. 1923: Run twp sections of 5-3/16" casing liner on bell collars, lst. sect.
run 148: 2nd. Section run 130'. December 13, 1957 Run 53-jts. 1186' of 5 3/16" Casing to chut off wteer & air leak.

Office of Oil & Gas SEP **26** 2016

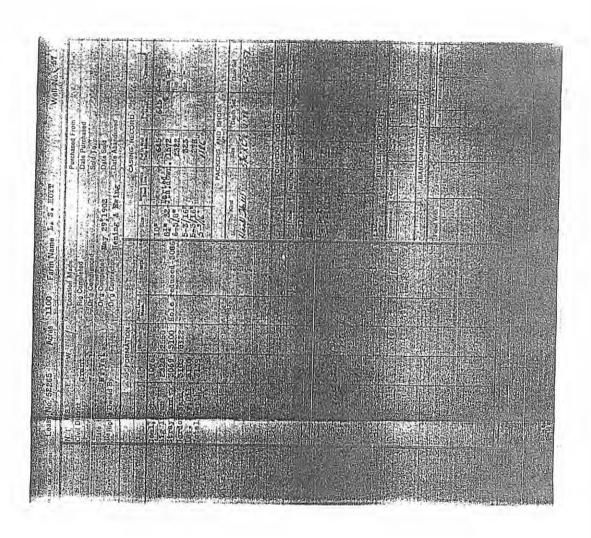
BC10-						Act to produce	Y - WELL				1100 00
									Comp1. [20-17
District _		west			_	County	100/5		State	0.13	
Navdinatus.	C==4/=> 41	An	· En			Ton	31/3	Bot	tom <u>3/22</u>		13110
roducing	21		I. Last .						tom		
Total Dept	h 3/3	7	P	ug-back	Depth _		Elevation		G.L. Per	m. Datum	G.L
	Manager S										
COMPLE	TION HIS	TORY:	All Me	asureme	nts from	Perm. Datum	1.114	- 00 5	Lidd.		<i>p</i> .
Casing:	1) Size	774 /2 V	wt	#/ft.	GR _	Thread	(-Sille	3026 2	INO. ISTS	Cmt.	Lines Sks
									No cats !		
									No. Jts		
									No. Jts		
open Hole	Section				Perfor	ations		No. Hol	es	Size	
racture:	1,000		Charles de la company						Sand		
	B.D.P		_ Max. T	.P		_ Min. T. P		Avg. T. P.	Av	g.T.R	BPN
	ISIP		5 min. S	IP		10 min. S	IP	15	min. SIP		_
RODUC	TION EQ	UIPMEN	T:								
			_	#/ft.	SR	Thre	ad	No. Jts	s		
									Footage		
•	THE RESERVE OF THE PARTY OF THE				7.1		y Rods				
									Length of Stro	ke	
									ength		
									2-4		
									ce		
									s A		
									HF		
	Belts: Pump						ev	" Belt	s No. & Size _		

Office of On A Gas

SEP 26 2016

Hoyt, L.S.	Well_#	57	Acres 1100	Lea	se No.	52265
				Cesin	Repord	
Big Injun		2550	Size	Fut In We	ll F	ulled
Stray Sand	3069	3100	10 Parted 3	645		645
Fole Reduced	3086		82 jts_down	1572	*******	545
Gorddn Sand	3103		0 = 10	2522		*
lst. Pay 011	3110.		5-3/16	323		
			5-3/16	278		
<u>Total</u>		<u>3139</u>		601		
			. p p 18.00m . 1 .000000000000000000000000000000	Torpe	o Record	1
		·- · ·································	<u>Date</u>			Top Shot
			5/31/02	3.0		
	· · · · · · · · · · · · · · · · ·	**********	10/2/03	60		
	····		10/5/07			
			5/2/13	02/		
Initial Frod.						

Received
Office of Oil & Gas
SEP 26 2016



Office of Oil & Gas SEP 26 2016 WW-4A Revised 6-07

1) Date:	September	13, 2016		
2) Operator's W L. S. Hoyt 57	ell Numb	er		
3) API Well No	. 47 -	103	0992	

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

4)		ner(s) to be served:	5) (a) Coal Operator	
	(a) Name	Dallison Lumber, Inc.	Name	NA .
	Address	HC 79, Box 50	Address	
		Jacksonburg, WV 26377		
	(b) Name	4	(b) Coal Ow	ner(s) with Declaration
	Address		Name	NA
			Address	
	(c) Name		Name	
	Address	-	Address	
6) I	nspector	Derek Haught	(c) Coal Less	see with Declaration
	Address	P. O. Box 85	Name	NA
	Tutti ooo	Smithville, WV 26178	Address	
Q	Telephone	304-206-7613		
		DOONG NAMED ADO	Y TO	

TO THE PERSONS NAMED ABOVE: You should have received this Form and the following documents:

- (1) The application to Plug and Abandon a Well on Form WW-4B, which sets out the parties involved in the work and describes the well its and the plugging work order; and
- (2) The plat (surveyor's map) showing the well location on Form WW-6.

The reason you received these documents is that you have rights regarding the application which are summarized in the instructions on the reverses side. However, you are not required to take any action at all.

Take notice that under Chapter 22-6 of the West Virginia Code, the undersigned well operator proposes to file or has filed this Notice and Application and accompanying documents for a permit to plug and abandon a well with the Chief of the Office of Oil and Gas, West Virginia Department of Environmental Protection, with respect to the well at the location described on the attached Application and depicted on the attached Form WW-6. Copies of this Notice, the Application, and the plat have been mailed by registered or certified mail or delivered by hand to the person(s) named above (or by publication in certain circumstances) on or before the day of mailing or delivery to the Chief.

Well Ope	rator HG Energy, LLC		
By:	Diane White	Diane White	Heceived
Its:	Agent		Office of Oil & Ga
OFFICIAL SEAL NOTARY PUBLIC. STATE OF WEST WINGINIA Address	5260 Dupont Roa	ad	on a da
MARK J SCHALL H G Energy LL C	Parkersburg, WV	26101	SEP 26 2016
#O Box 5519, Vienna, WY 28105 My Commission Expires November 2, 2021 Telephon	e 304-420-1119		
Subscribed and sworn before me this 13th	day ofSe	ptember 2016	
CELL IN		Notary Public	_
My Commission Expires NOV. 2.	2021		

Oil and Gas Privacy Notice

The Office of Oil and Gas processes your personal information, such as name, address and phone number, as a part of our regulatory duties. Your personal information may be disclosed to other State agencies 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 contact DEP's Chief Privacy Officer at depprivacyoffier@wv.gov.

10/28/2016

10/28/2016

WW-9 (5/16)

API Number 47 - 103	_0992	
Operator's Well No.		

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

FLU	JIDS/ CUTTINGS DISPOSA	L & RECLAMATION PLAN	
Operator Name HG Energy, LLC		OP Code 494497948	
Watershed (HUC 10) Barker Run		Quadrangle Pine Grove 7.5'	
Do you anticipate using more than 5,00 Will a pit be used? Yes N	00 bbls of water to complete		No 🗸
If so, please describe anticipat	ted pit waste:		(
Will a synthetic liner be used	in the pit? Yes No	If so, what ml.?	
Proposed Disposal Method Fo	or Treated Pit Wastes:		
Undergroun		ompleted form WW-9-GPP) mber	
Off Site Dis Other (Expl	posal (Supply form WW-9 f	or disposal location)	
Will closed loop systembe used? If so	o, describe: NA		
Drilling medium anticipated for this we	ell (vertical and horizontal)?	Air, freshwater, oil based, etc. NA	
-If oil based, what type? Synt	thetic, petroleum, etc		
Additives to be used in drilling medium	n? NA		
Drill cuttings disposal method? Leave			
		d? (cement, lime, sawdust) NA	
The second secon			
Permittee shall provide written notice t West Virginia solid waste facility. The where it was properly disposed.	notice shall be provided with	of any load of drill cuttings or associated in 24 hours of rejection and the permit	tee shall also disclose
on April 1, 2016, by the Office of Oil provisions of the permit are enforceable or regulation can lead to enforcement a	and Cas of the West Virginia le by law. Violations of any traction. we that I have personally exa- pereto and that, based on my interpretation is true, accurate, and	erm or condition of the general permit mined and am familiar with the info nquiry of those individuals immediately and complete. I am aware that there a	rmation. I understand that the and/or other applicable law rmation submitted on this responsible for o btaining re significant penalties for Received
Company Official Signature D	iane White		Office of Oil & Gas
Company Official (Typed Name) Dia	ne White		SEP 26 2016
Company Official Title Age	ent		
Subscribed and sworn before me this_	day of 5	eptember, 20 16	OFFICIAL SEAL OFFICI
My commission expires NOV	2. 2021	Notary Public	NOTARY PUBLIC. STATE OF WEST VIRGIN MARK J SCHALL H G Energy L L C PO Box 5519, Vienna, WV 26108 My Commission Expires November 2, 202

Operator's Well No. L 5 Hoy + 57

Lime	3 Tons/acre or to	correct to pH 6.5		
Fertilizer type 1	0-20-20			
Fertilizer amount_		500 lbs/acre		
Mulch_Straw		2 Tons/acre		
		Seed Mixtu	<u>res</u>	
Те	mporary		Perma	ment
Seed Type	lbs/acre		Seed Type	lbs/acre
Tall Fescue	40	Ta	all Fescue	40
Ladino Clover	5	La	dino Clover	5
Attach: Maps(s) of road, location, pit rovided). If water from the p L, W), and area in acres, of	and proposed area for pit will be land applie the land application a	or land application (u d, provide water volu rea.	nless engineered plans inclu	ding this info have been W, D) of the pit, and di
** Sediment Control Attach: Maps(s) of road, location, pit provided). If water from the plant of the provided area in acres, of the photocopied section of involved and Approved by:	and proposed area for pit will be land applie the land application a ved 7.5' topographics	or land application (u d, provide water volu rea. sheet.	nless engineered plans inclu	W, D) of the pit, and di
Attach: Maps(s) of road, location, pit provided). If water from the p L, W), and area in acres, of Photocopied section of involves	and proposed area for pit will be land applie the land application a ved 7.5' topographics	or land application (u d, provide water volu rea. sheet.	nless engineered plans including include dimensions (L,	W, D) of the pit, and di
Attach: Maps(s) of road, location, pit provided). If water from the p L, W), and area in acres, of Photocopied section of involved Plan Approved by:	and proposed area for pit will be land applie the land application a ved 7.5' topographics	or land application (u d, provide water volu rea. sheet.	nless engineered plans including include dimensions (L,	W, D) of the pit, and di
Attach: Maps(s) of road, location, pit provided). If water from the p L, W), and area in acres, of Photocopied section of involved Plan Approved by:	and proposed area for pit will be land applie the land application a ved 7.5' topographics	or land application (u d, provide water volu rea. sheet.	nless engineered plans including include dimensions (L,	W, D) of the pit, and di
Attach: Maps(s) of road, location, pit provided). If water from the p L, W), and area in acres, of Photocopied section of involved Plan Approved by:	and proposed area for pit will be land applie the land application a ved 7.5' topographics	or land application (u d, provide water volu rea. sheet.	nless engineered plans including include dimensions (L,	W, D) of the pit, and

WW-9- GPP Rev. 5/16

P	age	of_	
API Number 47 -		- 0992	
Operator's Well No.	. LS	Hoyt	57

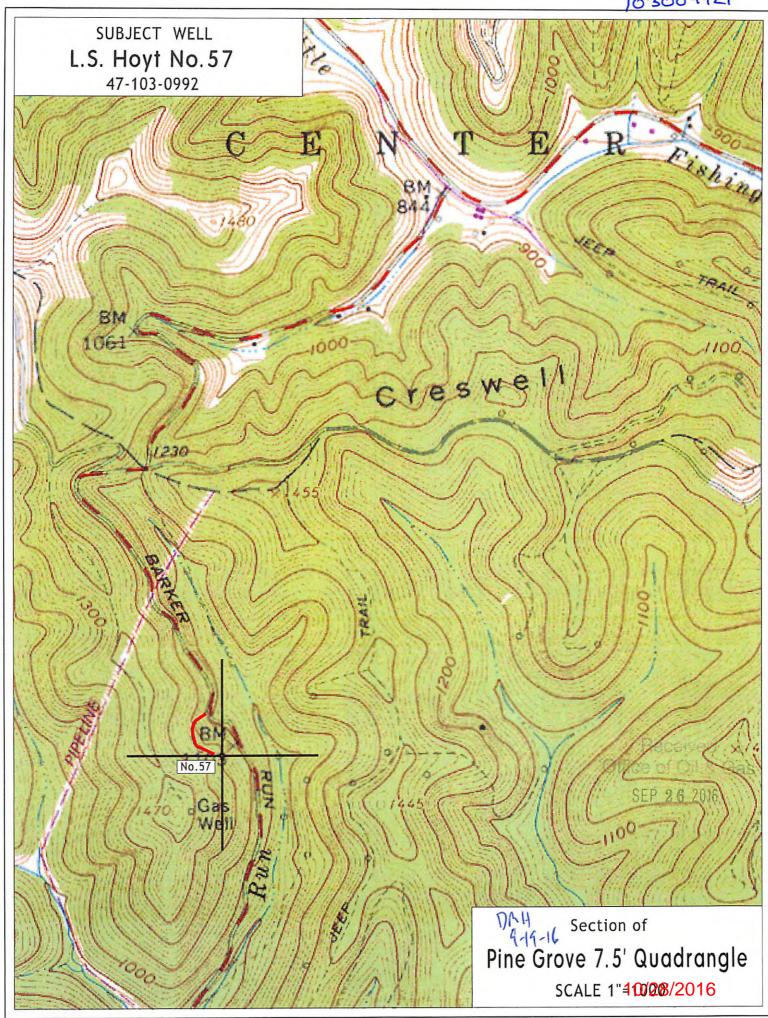
STATE OF WEST VIRGINIA DEPARTMENT OF ENVIRONMENTAL PROTECTION OFFICE OF OIL AND GAS

OROUND WATT	ER PROTECTION PLAN
Operator Name: HG Energy, LLC	
Watershed (HUC 10): Barker Run	Quad: Pine Grove 7.5'
Farm Name:	
 List the procedures used for the treatment and discharg groundwater. 	ge of fluids. Include a list of all operations that could contaminate the
NA	
2. Describe procedures and equipment used to protect group	undwater quality from the list of potential contaminant sources above.
NA	
3. List the closest water body, distance to closest water discharge area.	body, and distance from closest Well Head Protection Area to the
NA	
4. Summarize all activities at your facility that are already	
NA	Received Office of Oil & Gas SEP 26 2016
	SEP 26 2016

5. Discuss any existing groundwater quality data for your facility or an adjacent property.

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Rev. 5/16	API Number 47 - 103 - 0992 Operator's Well No. L. 5 Hoy+ 57				
NA					
5. Provide a statement that no waste material	will be used for deicing or fill material on the property.				
NA					
 Describe the groundwater protection instr provide direction on how to prevent groun 	ruction and training to be provided to the employees. Job procedures shall dwater contamination.				
NA					
3. Provide provisions and frequency for inspe	ections of all GPP elements and equipment.				
NA					
	Received Con				
Signature: Diane White	——————————————————————————————————————				
	SEP 20 2010				
Date: 9-13-16	<u> </u>				

10300992P



West Virginia Department of Environmental Protection Office of Oil & Gas

WELL LOCATION FORM: GPS

	* * 111	E E COMMITTO	11101		
API: 47	- 103 -	0992		WELL NO:	57
FARM NAME:	L.S. Ho	oyt No.57			
RESPONSIBLE PARTY N	AME:	H.G. Ener	gy, LLC		
COUNTY:	Wetzel			DISTRICT:	Grant
QUADRANGLE:		Pine Grove 7.5'			
SURFACE OWNER: Dallison Lumber, Inc.					
ROYALTY OWNER:		Ascent Resources, In	ıc.		
UTM GPS NORTHING:		4,383,704	(NAD 83)		•
UTM GPS EASTING:		529,221	(NAD 83)	GPS ELEVATION:	1420 f4 373 m.
height abo	ion plat GPS coo AD 1983 ve mean to Datum	for a plugging permit ordinates that do not me, Zone:17 North, Coasea level (MSL) - med a - 3.05 meters	on the above eet the follordinate U	ve well. The Office of lowing requirements:	
Survey Grade (GPS _	Post Processed Diff Real-Time Differen			Received Office of Oil & Gas
Mapping Grade	GPS _>	X Post Processed Diff Real-Time Differen		<u>X</u>	SEP 26 2016
I the undersigned, hereby belief and shows all the in prescribed by the Office of	formatio	n required by law and			
Diane Whi	te [Diane C. White	_	Designated Ag	gent
Signature				Title	
Septembe	r 13, 201	6	_		
Date					