State of West Virginia Division of Environmental Protection Section of Oil and Gas Well Operator's Report of Well Work

Office of Oil & Gas

Farm name:

HG ENERGY LLC

Operator Well No.:

AUG 23 2012

LOCATION:

Elevation:

Quadrangle: 977'

District:

CENTER

County:

1,835 Feet south of

39 Deg 37 Min 30 Sec.

Latitude: Longitude:

11,060 Feet west of

80 Deg 35 Min 0 Sec.

Company Address:	HG Energy PO Box 5519 Vienna, WV 26105		Casing & Tubing	Used in Drilling	Left in Well	Cement Fill Up Cu. Ft.
Inspector: Derek Haught Date Permit Issued: 06/28/2011						
Date Permit Is						
Date Well Wo						
Date Well Wo						
Verbal Pluggii	ng:					
Date Permission Granted On:						
Rotary X	Cable Rig		9 5/8"	289'	289'	125 sks
Total vertical l	Depth (ft):	3110'				
Total Measure	d Depth (ft):	3110'				
Fresh Water Depth (ft): 150'		150'	7"	I 507'	1507'	280 sks
Salt Water Dej	pth (ft):	None				
Is Coal being mined in ares (Y/N)? No			4.1/011	2052.051	2050 051	150 1
Coal Depths (f	t): x	850'-860'	4 1/2"	3052.05'	3052.05'	150 sks
Void(s) encour	ntered (Y/N) depth(NONE	s):				

OPEN FLOW DATA

Producing formation		Gord		2912'-2926'		
Gas:	Initial open flow	*	MCF/d Oil: Initial open flow	* Bbl/d		
	Final open flow	*	MCF/d Final open flow	* Bbl/d		
	Time of open flow between	initial	and final tests $*$ \overline{H}	Iours		
Static r	ock pressure	*	psig (surface pressure) after	* Hours		
Second producing formation			Pay zone depth (ft)			
Gas:	Initial open flow		MCF/d Oil: Initial open flow	Bbl/d		
Gas:	Final open flow		MCF/d Final open flow	Bbl/d Bbl/d		
Gas:	<u></u>	initial	MCF/d Final open flow			

I certify under penalty of law that I have personally examined and am familiar with the information submitted on this document and all the attachments and that, based on my inquiry of those individuals immediately responsible for obtaining the information I believe that the information is true, accurate, and complete.

8/20/12

^{*} Waterflood Producer

Were $\frac{Y}{Y/N}$ Electrical, $\frac{N}{Y/N}$ Mechanical, $\frac{N}{Y/N}$ or Geophysical logs recorded on this well?

NOTE: IN THE AREA BELOW PUT THE FOLLOWING: 1). DETAILS OF PERFORATED INTERVALS, FRACTURING OR STIMULATING, PHYSICAL CHANGE, ETC. 2). THE WELL LOG WHICH IS A SYSTEMATIC DETAILED GEOLOGICAL RECORD OF THE TOPS AND BOTTOMS OF ALL FORMATIONS, INCLUDING COAL ENCOUNTERED BY THE WELLBORE FROM SURFACE TO TOTAL DEPTH.

Treatment:

Treated perfs 2912'-2926' w/ 250 gals. 15% HCL, 340 bbls cross linked gel, and 16,600# 20/40 sand.

Well Log:

All depths are measured relative to KB (8' AGL).

Shale w/ sand streaks	0	-	850
Coal	850	-	860
Sand/Shale	860	-	1333
sand	1333	-	1366
shale	1366	-	1376
sand	1376	-	1392
shale	1392	-	1446
sand	1446	-	1470
shale	1470	-	1503
sand	1503	-	1566
shale	1566	-	1606
sand	1606	-	1642
shale	1642	-	1672
sand	1672	-	1699
shale	1699	-	1720
sand	1720	-	1766
shale	1766	-	1804
sand	1804	-	1910
shale	1910	-	1995
sand	1995	-	2008
shale	2008	-	2021
sand	2021		2032
Big Lime	2032	-	2098
Big Injun	2098	-	2312
shale	2312	-	2879
Gordon Stray	2879	-	2902
shale	2902		2908
Gordon	2908	-	2928
shale	2928	-	2940
sand	2940	-	2946
shale	2946	-	3110
TD	3110	-	
T.DLogger	3109	KB	
T.DDriller	3110	KB	