

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

July 01, 2013

WELL WORK PERMIT Horizontal 6A Well

This permit, API Well Number: 47-10302893, issued to STONE ENERGY 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: ZMBG #1H

Farm Name: ZUMPETTA, LAWRENCE, ET AL

API Well Number: 47-10302893

Permit Type: Horizontal 6A Well

Date Issued: 07/01/2013



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

- 1. 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.
- 2. When compacting fills, each lift before compaction shall not be more than 12 inches in height, and the fill material shall be within plus or minus 2% (unless soil test results show a greater range of moisture content is appropriate and 95% compaction can still be achieved) of the optimum moisture content as determined by the standard proctor density test, ASTM D698, Standard Test Method for Laboratory Compaction Characteristics of Soil Using Standard Effort. Each lift must meet 95% compaction of the optimum density based on results from the standard proctor density test of the actual soils used in specific engineered fill sites. 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.
- 3. 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.
- 4. 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.
- 5. 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.

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

	W.VA	. CODE §22	2-6A - WELL	WORK PERMI	T APPLICA	TION	600
					103	06	50
1) Well Operator:	STONE	ENERGY CO	ORPORATION	494490923	Wetzel	Magnolia	New Martinsville
2,000,000				Operator ID	County	District	Quadrangle
2) Operator's Well	Number	;	ZMBG #1	H V	Vell Pad Nan	ne: ZME	3G
3 Elevation, current ground: 1,340'				ation, proposed	post-construc	ction:	1,334'
4) Well Type: (a)	Gas Other		Oil	_			
(b) l	If Gas:	Shallow Horizontal		Deep			
5) Existing Pad? Yo	es or No	:N	No				
6) Proposed Target The well is to be drilled in				d Thicknesses and			s expected to have a
thickness of 56' and a roo	ck pressure o	f 2,500 to 3,000 psi					
and set 9.625" casing thr Set 5.5" production casin 17) Describe fractu MIRU completion Equipm in the lateral section. Stir	Measured resh Water Healtwater depth to	d Depth: ter Strata De resh Water D Depths: n Depths: Possible Voice seams tribute work: Conductor rig. Mile ter zones. Cement ti 1000' back into 9.6 nulating metl st from approximate ndividual stage usin	Depth: Not 1,800' 1,142' d (coal mine, karry or adjacent Construct well site acc RU Top Hole Rig and do to surface. Continue dr 625" casing. RDMO Hole Rig 30 degrees in the current sand laden slick water	Shallowest and 1, ticeable flow from farst, other): to, active mine? cording to approved enging the string 13.375" casing the filling to KOP. RDMO Top prizontal Rig.	None Antic None eering plans. MIR hrough fresh water a Hole Rig and MIRU	U conductor rig and and coal seams. Cell Horizontal Rig. Drill lividual stages each ice rig or coil tubing	d set 20" conductor into ment to surface. Drill I curve and lateral to TD.
				and clean up well bore. Or additives that may be use	71.0 10 07 0 07 0 1		ished and well is turned
18) Total area to be			0.000				28.79
19) Area to be distu	ırbed foi	well pad on	ly, less access	road (acres):		9.89	
				0	A 11		
				Å	ri IJ		
				L	1-1-13		-= Il Ull & Gas

20)

CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft.	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill -up (Cu. Ft.)
Conductor	20"	New	LS	94.0	40'	40' ل	38 CTS
Fresh Water	13.375"	New	J55	54.0	1,300'	1,300'	1,238 CTS
Coal	13.375"	New	J55	54.0	1,300'	1,300'	1,238 CTS
Intermediate	9.625"	New	J55	36.5	2,570'	2,570'	693 Lead - 357 Tail CTS
Production	5.5"	New	P110	20.0		13,000' ~	1100 Lead - 2091 Tail TOC @ 1,570'
Tubing	2.375"	New	J55	4.7		7,200'	N/A
Liners							

Note: The fresh water/coal string will be set above sea level and cemented to surface.

ТҮРЕ	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield
Conductor	20"	24"	0.375"	N/A	Type 1	1.18
Fresh Water	13.375"	17.5"	0.380"	2,730 psi	Class A	1.19
Coal	13.375"	17.5"	0.380"	2,730 psi	Class A	1.19
Intermediate	9.625"	12.25"	0.352"	3,520 psi	Class A	Lead 1.26 - Tail 1.19
Production	5.5"	8.75"	0.361"	12,360 psi	Class A	Lead 1.25 - Tail 1.23
Tubing	2.375"	N/A	0.190"	7,700 psi	N/A	N/A
Liners	Y					

PACKERS

Kind:	N/A	
Sizes:		
Depths Set:		

Dan GO B Gas

21) Describe centralizer placement for each casing stringFresh Water/Co	al string will incorporate the use
of bow spring centralizers with one (1) being placed above guide shoe and one (1) e	very second joint to surface for
a total of 17 bow spring centralizers will be run.	
- Intermediate string will incorporate the use of bow spring centralizers with one (1) b	peing placed above the guide
shoe, one (1) above the float collar, and one (1) every third joint to surface. One (1)	rigid centralizer will be placed
near the surface. A total of 23 bow spring centralizers will be run.	
- Production string will incorporate the use of alternating left and right hand spiral ce	ntralizers with one (1) every
fourth joint from TD to KOP, one (1) every third joint from KOP to top of nudge or sla	ant, and one (1) bow spring
centralizers placed on every third joint to TOC. A total of 74 Spiral and 10 Bow Spring	ng will be be run.
	esh Water/Coal string will be
cemented using a slurry of Class A cement with 0.10 lb/sx Cello flake, 0.20% BWOB Ar	
- Intermediate string will be cemented using a Lead and Tail slurry; Lead is Class A c	
0.07 gps Dispersant, 0.10 gps Anti-Foam, 4.0% BWOB Expanding Agent, and 0.50%	
Tail is Class A cement with 1.0% BWOB CaCl2, 0.1 lb/sx Cello-Flake, and 0.2% BW	
-Production string will be cemented using a Lead and Tail slurry; Lead is Class A ce	ment with 0.10 gps Dispersant,
0.10 gps Anti-Foam, 0.05 gps Retarder, 4.0% BWOB Expanding Agent, and 0.50%	BWOB Gas Control Agent.
Tail is Class A cement with 0.90% BWOB Dispersant, 0.30% BWOB Fluid Loss, 0.20	% BWOB Anti-Foam, and 0.60%
BWOB Retarder.	
23) Proposed borehole conditioning procedures.	
- Fresh Water/Coal section will be conditioned by circulating air through the drill sting	g at TD for between 30 to 60
minutes until well bore is clean of cuttings.	
- Intermediate section will be conditioned by circulating air and/or stiff foam through	drill string at TD for between
30 to 120 minutes until well bore is clear of cuttings.	

*Note: Attach additional sheets as needed.

minutes until shakers are clear of cutting and drill string pulls free of bottom.

DMH

- Production section will be conditioned by circulating drilling fluid through the drill string at TD fro between 60 to 720

4-1-17

Received Office of Oil & Gas

APR 2 - 2013

Well: ZMBG #1H State: West Virginia

STONE ENERGY - PROPOSED HORIZONTAL

Revision: 13-Mar-13

County: Wetzel District: Magnolia

Prospect: Mary

Location: Surface: North = 4,387,935 East = 515,383 (UTM NAD 83) PBHL: North = 4,389,289 East = 514,177 (UTM NAD 83)

PTD: 13000' MD / 6740' TVD

Permit Number: 47-103-0 Permit Issued:

AC Ground Elevation: 1334' Kelly Bushing: 18'

Rig: Spud Date:

TD Date: Rig Release Date:



HOLE SIZE	PILOT HOLE FORMATION TOPS	WELLBORE DIAGRAM	CASING & CEMENTING DATA DIRECTIONAL DATA	MW & FLUID TYPE	HOL
24" Hole then Driven 40' KB (22' BGL)		L)	CONDUCTOR PIPE		
	Shallowest FW 80' TVD		20" x 3/8" wall L/S PE @ 40' (set in bedrock & grouted to surface)		
17-1/2" Hole	Pittsburgh Coal 1142' T	211 20 20 20 20 20 20 20 20 20 20 20 20 20		Air / Mist	
	Deepest FW 1147'		SURFACE CASING		Verti
-	1300 1		13-3/8" 54.5# J-55 STC @ 1300' MD/TVD		
	Salt Water 1800' TV	D 50	Set through fresh water zones		
	Little Lime 2210' T	50	Set through coal zones		
12-1/4" Hole	Big Lime 2240' T	D 1	Cemented to surface	Stiff Foam	
	Top Big Injun 2340' T	D I			
	Base of Big Injun 2440' T	D iii			
	2570' T	<u>'D</u>	INTERMEDIATE CASING		Vert
0.0		7 7	9-5/8" 36.0# J-55 LTC @ 2570' MD/TVD		
	Berea Sandstone 2800' T	'D	Set through potential salt water zones		
			Set below base of Big Injun		
	Gordon Sandstone 3050' T	D	Cemented to surface		
8-3/4" Hole				Air / Dust	
		- 1 1			
		W	OP @ 6024' TVD		
		1 1 "	5F @ 0024 TVD		
	Rhinestreet Shale 6040' T	'D \		WBM	
	Cashaqua Shale 6428' T	'D \ \	D 11	in Curve	
8-3/4" Hole	Middlesex Shale 6554' T	'D \ \	Da 14 4-1-17	iii daive	
	West River Shale 6571' T	/D	4-1-12		
	Geneseo Shale 6640' T		(111)		
	Tully Limestone 6660' T		\		
	Hamilton Shale 6694' T	/D			
-3/4" Hole in Lateral	Marcellus Shale 6716' T	/D		WBM in Lateral	~9
	Onondaga Limestone 6772' T	/D	1	TD @ 13000' MD / 6740' TVD	i
			Landing Point (LP) @ 7499' MD / 6754' TVD	PRODUCTION CASING	
Notes:	Formation tops as per vertical pilot	nole	~90.0° angle	5-1/2" 20.0# P-110 CDC @ 13000' MD	
	Curve & lateral tops will vary due to		~331° azimuth	Top of Cement @ 1570' (~1000' inside 9-5/8")	1

API No. 47 -	103	2	2893	
Operator's Wel	No.		ZMBG #1H	

NOTARY PUBLIC STATE OF WEST VIRGINIA

DANIELLE L SNODERLY RR2 Box 248A, Fairmont, WV 26554 My Commission Expires May 18, 2021

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

CONSTRUCTION AND RECLAMATION PLAN AND SITE REGISTRATION APPLICATION FORM GENERAL PERMIT FOR OIL AND GAS PIT WASTE DISCHARGE

Watershed	Tributary of D	Doolin Run	17 (v - v			
			Quadrangle _	New	Martinsville	_
Elevation	1,340'	County	Wetzel	District	Magnolia	_
Description of anti	cipated Pit Waste: _	The	ere will not be a waste pi	t constructed on th	nis well site	3
Do you anticipate	using more than 5,00	0 bbls of water to	complete the proposed	well work? Yes	✓ No	
Will a synthetic lir	ner be used in the pit?	N/A	If so, what mil.?	N/A		
	Method For Treated Land Application Underground Reuse (at Al	Pit Wastes: ation I Injection (UIC) PI Number Flow b	Permit Number Hunter I back will be stored in tanks a m WW-9 for disposal lo	Disposal 2D0859721, and re-used at other w	34-121-24037, 34-121-240 vell site	986))
Drilling medium a	Other (Expl	ain			Soap, Curve and Lateral: Brin	e fluid Da
-If oil bas	sed, what type? Syntled? See Attached WW	hetic, petroleum, e	etc. N/A			- 4-1-
Will closed loop s	vstem be used ? Both	Top Hole and Horizor	ntal drilling rigs will incorpora	ate the use of a closed	d loop system	
-If left in	pit and plan to solidi	fy what medium w	noved offsite, etc. Approvill be used? Cement, li County Sanitary Landfill (St	me, N/A		
on August 1, 2005 provisions of the por regulation can learnify application form a the information, I	by the Office of Oi bermit are enforceable ead to enforcement a under penalty of lay and all attachments the believe that the info	I and Gas of the Very law. Violation of the Violation of the I have per ereto and that, based or mation is true, as	is and conditions of the Vest Virginia Departments on sof any term or conditions of any term or conditions of any term or conditions on ally examined and sed on my inquiry of the accurate, and complete, fine or imprisonment.	nt of Environment ition of the genera am familiar with ose individuals im	al Protection. I unders I permit and/or other ap the information submi mediately responsible f	tand that the plicable law itted on this or obtaining
Company Official	Signature		9//	John		-
Company Official	(Typed Name)		Timothy P. N	McGregor		_
Company Official	Title		Land Coo	rdinator		_
Subscribed and sw	vorn before me this	day	of March		13	Office of Oil
1 hours	1. X And	role la		Notary P	ublic	011

API No. 47 - 103 Operator's Well No._ ZMBG #1H

Property Boundary		 [Diversion (
Road	======	===	Spring	\bigcirc	
Existing Fence	xxx	—×—	Vet Spot		
Planned Fence		/ [Prain Pipe // size in inches	(12)	
Stream		. > ^	Vaterway	Č =	•
Open Ditch			Cross Drain		
Rock	ం స్ట్రాహ్హా స్ట్రాహ్హాల్ల		Artificial Filter Strip XXXXXX		
North	Ť	ŗ	Pit: Cut Walls	فسيسا	
Buildings			Pit: Compacted Fill Wells	Sammyrande F	
Water Wells	w		Area for Land Application	amentum.	
Drill Sites	$\check{\oplus}$	ć	f Pit Waste		
Proposed Revegetation Trea	tment: Acres Disturbed Tons/acre or to corr		o =	рН	
Fertilizer (10-20-20	or equivalent)500 - 7	750 lbs/acre (50	00 lbs minimum)		
Mulch 0.50 t	o 0.75 TPA + Straw	Tons/acre			
<u> </u>		Seed Mixtu	irec		
	_	Seed Mixte		. **	
Ai Seed Type	rea I lbs/acre		Seed Type	Area II lbs/acre	
Marcellus Mix	100.0		Marcellus Mix	100.0	
White or Ladino Clover	10.0		White or Ladino Clove	er 10.0	_
Orchard Grass	40.0		Orchard Grass	40.0	_
Winter Rye	50.0		Winter Rye	50.0	=
Attach: Drawing(s) of road, location Photocopied section of invol		et.			
Plan Approved by:					_
Comments:					_
				-	٨
Title: $(0.1) + (0.2.5)$ Field Reviewed? (-xpicto/	Date	e: <u>4-1-13</u>	O_j	Mic Received of Oil & Gas
Field Reviewed? () Yes) No		A	Oll & Gao
					<073
				07	7/05/2013
				37	
					10

west virginia department of environmental protectio



Water Management Plan: **Secondary Water Sources**



WMP-01198

API/ID Number

047-103-02893

Operator:

Stone Energy Corporation

ZMBG #1H

Important:

For each proposed secondary water source identified in your water management plan (i.e., groundwater well, lake/reservoir, recycled frac water, multi-site impoundment, out-of-state source), DEP makes no estimation of the availability of water. These sources may prove to be unsuitable water supplies. Please review the following notes:

- For groundwater supply wells, DEP recommends that the operator contact the local health department prior to drilling any new well; and reminds the operator that all drinking water wells within 1,500 feet of a water supply well shall be flow- and quality-tested by the operator at the request of the drinking well owner prior to operation of the water supply well.
- For each proposed multi-site impoundment water source identified in your water management plan (if applicable), DEP will review the withdrawal limits established in the referenced Water Management Plan for current suitability and provide to the operator these limits for each identified intake. Note that withdrawal limits may be modified as necessary based on changing demands upon that water supply.

Multi-site impoundment

Source ID: 17034 Source Name

Pribble Freshwater Impoundment

Source start date:

2/1/2014

Source end date:

2/1/2015

Source Lat:

39.685144

Source Long:

-80.820002

County

Wetzel

Max. Daily Purchase (gal)

Total Volume from Source (gal):

7,002,200

DEP Comments:

The intake identified above has been defined in a previous water management plan. The thresholds established in that plan govern this water management plan unless otherwise noted.

Reference: WMP-277

APPROVED MAY 2 8 2013

WMP-01198 API/ID Number 047-103-02893 Operator: Stone Energy Corporation

ZMBG #1H

Important:

For each proposed secondary water source identified in your water management plan (i.e., groundwater well, lake/reservoir, recycled frac water, multi-site impoundment, out-of-state source), DEP makes no estimation of the availability of water. These sources may prove to be unsuitable water supplies. Please review the following notes:

- •For groundwater supply wells, DEP recommends that the operator contact the local health department prior to drilling any new well; and reminds the operator that all drinking water wells within 1,500 feet of a water supply well shall be flow- and quality-tested by the operator at the request of the drinking well owner prior to operation of the water supply well.
- •For each proposed multi-site impoundment water source identified in your water management plan (if applicable), DEP will review the withdrawal limits established in the referenced Water Management Plan for current suitability and provide to the operator these limits for each identified intake. Note that withdrawal limits may be modified as necessary based on changing demands upon that water supply.

Recycled Frac Water

Source ID: 17035 Source Name Varioius

Source start date: Source end date: 2/1/2014 2/1/2015

Source Lat: Source Long: County

Max. Daily Purchase (gal) Total Volume from Source (gal): 347,800

DEP Comments:

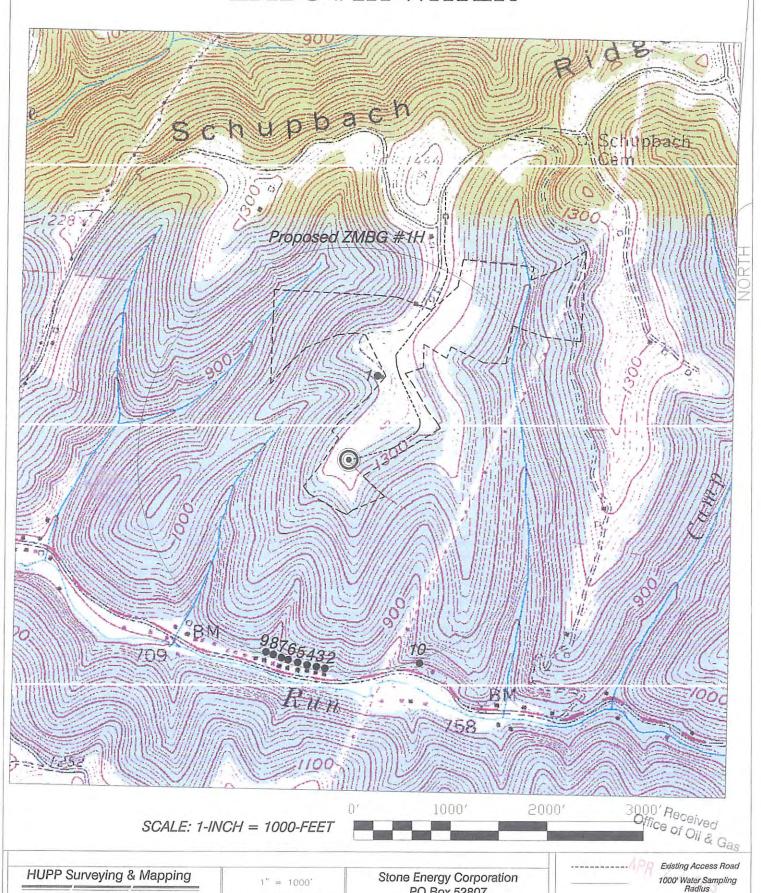
Form W-9

P.O. BOX 647 GRANTSVILLE, WV 26147 PH: (304)354-7035 E-MAIL: hupp@frontiernet.net

STONE ENERGY CORP. ZMBG #1H WATER

Page 1 of 1

07/05/2013



PO Box 52807

Lafayette, LA 70508

New Martinsville Quad

