

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. Huffinan, Cabinet Secretary www.dep.wv.gov

June 16, 2014

WELL WORK PERMIT

Horizontal 6A Well

This permit, API Well Number: 47-10303006, issued to GASTAR EXPLORATION INC., 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.

lames Martin

Chief

Operator's Well No: LACKAWANNA NO U-3H

Farm Name: M.B. INVESTMENTS

API Well Number: 47-10303006

Permit Type: Horizontal 6A Well

Date Issued: 06/16/2014

API Number:

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. <u>Failure to adhere to the specified permit conditions may result in enforcement action.</u>

CONDITIONS

- 1. This proposed activity may require permit coverage from the United States Army Corps of Engineers (USACE). Through this permit, you are hereby being advised to consult with USACE regarding this proposed activity.
- 2. 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.
- 3. 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.
- 4. 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.
- 5. 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.
- 6. 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.
- 7. 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.
- 8. 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.
- 9. 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 DEPOOGNotify@wv.gov within 30 days of commencement of drilling.



west virginia department of environmental protection

Oil and Gas Conservation Commission 601 57th Street, SE Charleston, WV 25304 (304)926-0499, Ext 1656 Earl Ray Tomblin, Governor Randy C. Huffman, Cabinet Secretary dep.wv.org

June 10, 2014

Department of Environmental Protection Office of Oil and Gas Charleston, WV 25304

RE: Application for Deep Well Permit - API #47-103-03006

COMPANY: Gastar Exploration, Inc.

FARM: M B Investments – Lackawanna #U-3H

COUNTY: Wetzel DISTRICT: Magnolia QUAD: Porters Falls

The deep well review of the application for the above company is <u>APPROVED FOR TRENTON – for Point Pleasant completion</u>. If operator wishes to drill deeper than the Trenton, additional approval must be obtained from the OGCC.

The applicant has complied with the provision of Chapter 22C-9, of the Code of West Virginia, nineteen hundred and thirty-one (1931), as amended, Oil and Gas Conservation Commission as follows:

- 1. Notice of Deviation comments filed? None
- Provided a certified copy of duly acknowledged and recorded consent and easement form from all surface owners; Yes
- Provided a tabulation of all deep wells within one mile of the proposed location, including the API number of all deep wells, well name, and the name and address of the operator; none
- 4. Provided a plat showing that the proposed location is a distance of <u>400+</u> feet from the nearest lease line or unit boundary and showing the following wells drilled to or capable of producing from the objective formation within 3,000 feet of the proposed location.

Sincerely,

Cindy Raines Executive Assistant

Cindy faines

WW-6B (9/13)

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

				Q	3,
1) Well Operator: Gastar Exp	loration Inc.	494487685	Wetzel	Magnolia	Porters Falls 7.5'
		Operator ID	County	District	Quadrangle
2) Operator's Well Number: U-	3H	Well Pa	nd Name: Lac	kawanna	
3) Farm Name/Surface Owner:	M.B. Investmen	ts Public Ro	ad Access: Co	ounty Route 3	0 Whiteman Hill Road
4) Elevation, current ground:	1326' E	levation, proposed	d post-construc	tion: 1302'	
5) Well Type (a) Gas	Oil _	Und	derground Stor	rage	
(b)If Gas Sha	llow	Deep			
Hor	rizontal				DAH
6) Existing Pad: Yes or No No			_		4-30-14
7) Proposed Target Formation(s), Depth(s), Anti-	cipated Thickness	and Associate	d Pressure(s)	
The Point Pleasant is the target formation	on at a depth of 10,912	' (top of formation), an ar	nticipated thickness	of 100' and an est	imated pressure of 8200 psi.
8) Proposed Total Vertical Dept	h: 11,097'				
9) Formation at Total Vertical D	Pepth: Trenton L	imestone			
10) Proposed Total Measured D	epth: 17,617'				
11) Proposed Horizontal Leg Le	ength: 6124'				
12) Approximate Fresh Water S	trata Depths:	Shallowest at 70'	& deepest at 12:	25'.	
13) Method to Determine Fresh	Water Depths:	Noticeable flow at fl	owline or when i	needed to start	soaping
14) Approximate Saltwater Dep					
15) Approximate Coal Seam De	pths: Sewickley	at 1079' and Pittsbu	rgh at 1220'		
16) Approximate Depth to Possi			Age of the same of	ed	
17) Does Proposed well location directly overlying or adjacent to		Yes	N	lo 🗸	
(a) If Yes, provide Mine Info:	Name:			BFO	CEIVED
	Depth:			Office of	Oil and Gas
	Seam:			MAY	0.8 2014
	Owner:			414	7.7
				W/V De	epartment of ental Protection

WW-6B (9/13)

18)

CASING AND TUBING PROGRAM

ТҮРЕ	Size	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill-up (Cu. Ft.)
Conductor	26"	New	PE	85.68 #/ft		40'	49 ft^3 (CTS)
Fresh Water	20"	New	H-40	94 #/ft		1275'	1224 ft^3 (CTS)
Coal	13 3/8"	New	J-55	61 #/ft		2650'	1841 ft^3 (CTS)
Intermediate	9 5/8"	New	HCP-110	47 #/ft		10,100'	3163 ft^3 (CTS)
Production	5 1/2"	New	P-110	23 #/ft		17,617'	4036 ft^3 (CTS)
Tubing	2 3/8"	New	N-80	4.7 #/ft		10,913'	N/A
Liners							

PNH 4-30-19

ТҮРЕ	Size	Wellbore Diameter	Wall Thickness	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)
Conductor	26"	30"	.312"	740 psi	See #24	1.21
Fresh Water	20"	24"	.33"	1530 psi	See #24	1.21
Coal	13 3/8"	17.5"	.4285"	3090 psi	See #24	1.2
Intermediate	9 5/8"	12.25"	.472"	9440 psi	See #24	1.32 & 1.18
Production	5.5"	8 1/2"	.4775"	13,580 psi	See #24	1.21
Tubing	2 3/8"		.19	11,200 psi		
Liners						

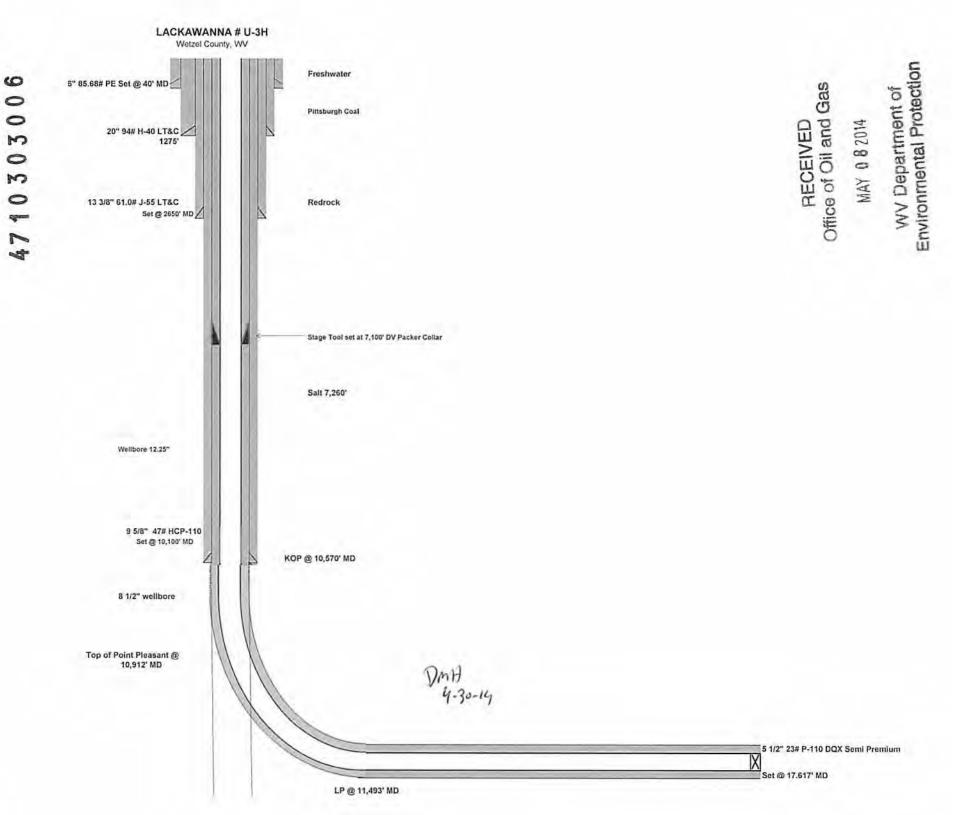
PACKERS

Kind:	N/A	DECEIVED
Sizes:	N/A	Office of Oil and Gas
Depths Set:	N/A	MAY 0 8 2014

WV Department of Environmental Protection

19) Describe proposed well work, including the drilling and plugging back of	f any pilot hole:
Drill through the Point Pleasant tagging less than One Hundred (100') feet from the t depths and log data. Then, set a solid cement plug from TD (11,097') to proposed k and horizontal section to planned and proposed TD (17,617'). Run casing and ceme and vertical section, pressure test casing and set a master valve. Prep the well for s	ick off point (10,570'). Drill the curve ent. Run a bond log on part of the curve
Ont	
PnH 4-30	0-14
20) Describe fracturing/stimulating methods in detail, including anticipated	max pressure and max rate:
Gastar Exploration plans to fracture the well using a typical slickwater fracture design of water and 400,000 lbs of sand per stage. There will be approximately 31 stages.	-
Anticipated maximum surface pressure while fracing will be approximately 12,500 ps 90 bbls/min.	si with an anticipated maximum rate of
21) Total Area to be disturbed, including roads, stockpile area, pits, etc., (acr	es): 25.45
22) Area to be disturbed for well pad only, less access road (acres): 4.01	
23) Describe centralizer placement for each casing string:	
Gastar will run 3 Centralizers on the Surface casing (20" casing) at an equal distance 3/8" casing) will have 7 Centralizers at 300 'spacing. The second Intermediate casing Centralizers at 260'spacing. The production casing will have one centralizer every joint through the curve and one centralizer every third joint in the the vertical section	ng (9 5/8" casing) will have 40 oint in the lateral, one centralizer per
24) Describe all cement additives associated with each cement type:	
See attached.	
See attached.	
25) Proposed borehole conditioning procedures:	
Gastar will circulate the hole a minnimum of 3 hours upon TD. We will then pull out to	o the bottom of the curve and circulate
for another 2 hours. Then come out of the hole.	Office of Oil and Gas
n.	MAY 0 8 2014
	WV Department of
	Environmental Protection
*Note: Attach additional sheets as needed	CIAILOLITATION.

*Note: Attach additional sheets as needed.



WW6B Attachment (2nd Revision for #24)

#24. Conductor and Surface Casing Cement: Class A + 2% CaCl

-CaCl - Calcium Chloride

Intermediate Casing: Class A + 1% EC-1 + .5% SMS + .55%BA-10A + .25#/sack Cello Flake + .75 gals/100 sacks FP-12L.

- -EC-1 Bonding Agent
- -SMS Sodium Metasilicate
- -BA-10A Bonding Agent
- -Cello Flake Cellophane Flakes
- -FP-12L Foam Preventer

Intermediate Casing #2: Lead Cement – 50:50 (Poz:Class A) + .15% R-3 + 3.9% KCl + 1.5% FL-25 + .2% ASA-301 + .75 gals/100 sack FP-12L

- -R-3 Retarder
- -KCl Potassium Chloride
- -FL-25 Fluid Loss
- -ASA-301 Free Water Additive
- -FP-12L Foam Preventer

Intermediate #2 Tail Cement – 50:50 (Poz:ClassH) + .1% R-3 + .2% CD-32 + 1.2% FL-62 + .1% ASA-301 + .4% SMS

- -R-3 Retarder
- -CD-32 Cement Dispersant
- -FL-62 Fluid Loss
- -ASA-301 Free Water Additive
- -SMS Sodium Metasilicate

Kick Off Plug Cement: Class H + .3% R-3 + .7% SMS + 1% CD-32

- -R-3 Retarder
- -SMS Sodium Metasilicate
- -CD-32 Cement Dispersant

Production Casing Cement: 50:50 (Poz:Class H) + .25% MPA-170 + 3 #/sack BA-90 + .35% R-3 + .75 gal/100 sacks FP-12L

- -BA-90 Bonding Agent
- -R-3 Retarder
- -FP-12L Foam Preventer

PMH 4-30-14 RECEIVED
Office of Oil and Gas

MAY 0 8 2014

WV Department of Environmental Protection



GASTAR EXPLORATION USA, INC. Location: Wetzel County, WV Slot: Slot #3U

Facility: Lackawanna Unit Pad

Field: Wetzel

Well: Lackawanna Unit U-3H Wellbore: Lackawanna Unit U- 3H (PWB)

Encilly Name



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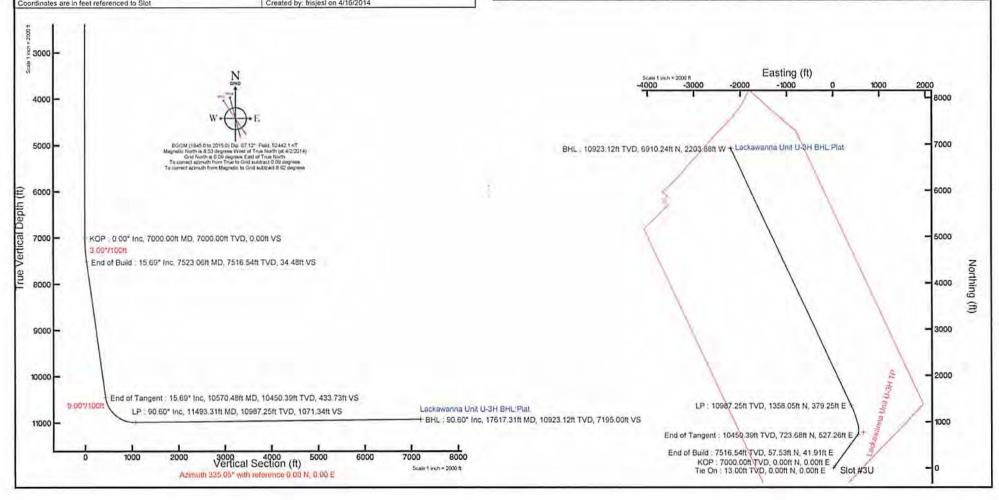
ю.									
				W	ell Profile	e Data			
P	Design Comment	MD (ft)	Inc (")	Az (*)	TVD (ft)	Local N (ft)	Local E (ft)	DLS (*/100ft)	VS (ft)
	Tie On	13.00	0.000	36.076	13.00	0.00	0.00	0.00	0.00
,	КОР	7000.00	0.000	36.076	7000,00	0.00	0.00	0.00	0.00
-	End of Build	7523.06	15.692	36,076	7516.54	57.53	41.91	3.00	34.48
П	End of Tangent	10570.48	15.692	36,076	10450 39	723.68	527.26	0.00	433,73
0	LP	11493.31	90,600	335.050	10987.25	1358.05	379.25	9.00	1071.34
20)	BHL	17617:31	90,600	335.050	10923.12	6910.24	-2203.88	0.00	7195 00

Plot reference wellpath is Lackawanna Ur	nit U-3H EX-02
True vertical depths are referenced to Rig on Slot #3 (RT)	Grid System: NAD83 / UTM Zone 17 North, US feet
Measured depths are referenced to Rig on Slot #3 (RT)	North Reference: Grid north
Rig on Slot #3 (RT) to Mean Sea Level: 1315 feet	Scale: True distance
Mean Sea Level to Mud line (At Slot: Slot #3U): -1302 feet	Depths are in feet
Constitution and to the testing and to Class	Cenated by his and an AUS/2014

	raciny realite			OHU Cast	03 111	Charles as Inc.	Lake	yue	Longitude
L	ackawanna Unit	Pad		1680777	720	143 374 840	QD 39*36*E	234604 8	80°51'24.118"W
Slot	Local N (ft)	Local E	(ft)	Grid East (US ft)	Grid North US f) o La	de	Longitude
Slot #3U	-39.97	-1.75		1680775	970	14363834.890	39°36'2	95 00 8	0°51'24.141"W
Comment	Client request	ed to have	Slot #3 8	#3U switc	hed on 04.1	15.14.111 0	A C	S E	
Rig on Slot #	#3 (RT) to Mud li	ne (At Slot	Slot #3L	J)		T a	≥at		
Mean Sea L	evel to Mud line	(At Slot: Sl	ot #3U)			- 0	-1302ft	< 0	
Rig on Slot #	#3 (RT) to Mean	Sea Level				#	1315ft S	> 5	
					Targe	ets O		ш	
	Name	MO (ft)	TVD (ft)	Local N (ft)	Local E (ft)	Grid East (US ft)	Grid North (US ft)	Latitude	Longitude
Lackawanna Unit U	JOH BHL PIM	17617.31	10023.12	6010.24	-2200 84	1678572.97	14390242.36	39°37'30.280'N	80°51°52.166°W
Land and the state of	COLUMN TO		ADDIES DO	994-99	200.00	4004 400 00	E 125 Honord	CONTINUE FORMS	DOST STATE DOS MAIL

Location Information God Fact (1)S m | God Adah Tes m

Sas



API Number 47 -	
Operator's Well No	. U-3H

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Gastar Exploration Inc.	OP Code 494487685
Watershed (HUC 10) Outlet Middle Island Creek (Undefined)	Quadrangle Porters Falls 7.5'
Elevation 1302' County Wetzel	District Magnolia
Do you anticipate using more than 5,000 bbls of water to complete Will a pit be used? Yes No Fresh water	er for frac and flow back water
it so, please describe anticipated pit waste.	No If so, what ml.? 60
Proposed Disposal Method For Treated Pit Wastes:	
Reuse (at API Number	NumberUIC-359, UIC 2D0732540; UIC 2D0732523
Off Site Disposal (Supply form WW-9	for disposal location)
Other (Explain_	and Horizontal Drilling
Will closed loop system be used? If so, describe: Yes, For Vertical	and notizonial Dining
Drilling medium anticipated for this well (vertical and horizontal) Note on Vertical "If a pocket of gas is hit. The gas flow will be diverted to the flare and SOBM (that -If oil based, what type? Synthetic, petroleum, etc. Synth	at is previously prepared) will be pumped into th well to kill the well if necessary.
Additives to be used in drilling medium? Barite for weight	
Drill cuttings disposal method? Leave in pit, landfill, removed of	fsite, etc. All thill cuttings will be disposed of in Wetzel County Landfill (Permit SWF-1021)
-If left in pit and plan to solidify what medium will be us	ed? (cement, lime, sawdust)
-Landfill or offsite name/permit number? Wetzel County La	indfill (SWF-1021/WV0109185)
on August 1, 2005, by the Office of Oil and Gas of the West Virg provisions of the permit are enforceable by law. Violations of a law or regulation can lead to enforcement action. I certify under penalty of law that I have personally eapplication form and all attachments thereto and that, based of the control of the co	nditions of the GENERAL WATER POLLUTION PERMIT issued inia Department of Environmental Protection. I understand that the any term or condition of the general permit and/or other applicable examined and am familiar with the information submitted on this on my inquiry of those individuals immediately responsible for e, accurate, and complete. I am aware that there are significant by of fine or imprisonment.
Company Official Signature Malae McCo	RECEIVED
Company Official (Typed Name) Michael McCown	Office of Oil and Gas
Company Official Title Senior VP & COO	MAY 0 8 2014
Subscribed and sworn before me this 28th day of April My commission expires 06/11/2020	Notary Public. State or West Incommental Protection Notary Public
My commission expires 48	My commission expires June 11, 2020 06/20/2014

Gastar Exploration Inc.	•	_{Vell No.} U-3H
Proposed Revegetation Treatment: Acres Disturbed		Н
Fertilizer type 1/3 ton	_lbs/acre	
<u>s</u>	eed Mixtures	
Temporary	Perm	nnent
Seed Type lbs/acre Annual Ryegrass 40	Seed Type Fox Tail / Grassy	lbs/acre 40
	Perennial Rye	30
	Crown Vetch	20
		cluding this info have been
Photocopied section of involved 7.5' topographic sheet.		
Photocopied section of involved 7.5' topographic sheet. Plan Approved by:		
Photocopied section of involved 7.5' topographic sheet. Plan Approved by:		
Photocopied section of involved 7.5' topographic sheet. Plan Approved by: Comments:		RECEIVED Office of Oil and Gas



global environmental solutions

Well Site Safety Plan Gastar Exploration USA, Inc.

Well Name: Lackawanna U-3H

Pad Location: Lackawanna Pad

Wetzel County, West Virginia

UTM (meters), NAD83, Zone 17:

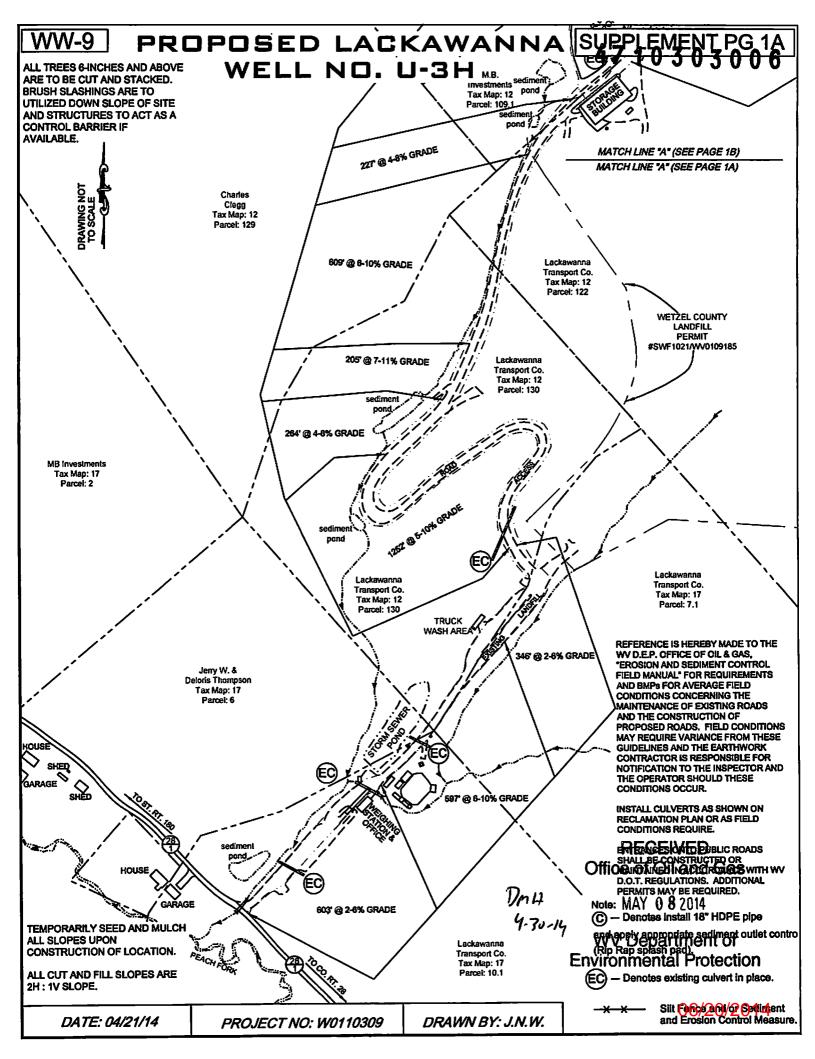
Northing – 4,384,049.2 Easting – 512,301.5

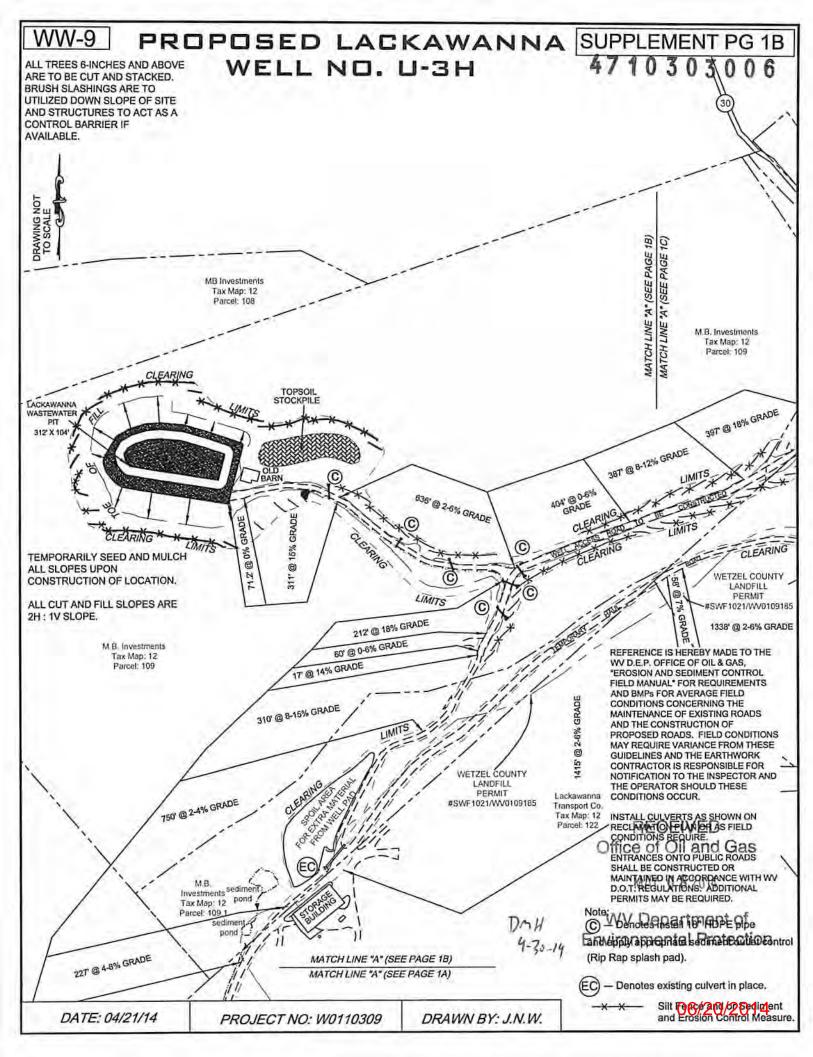
DMH 4-70-19

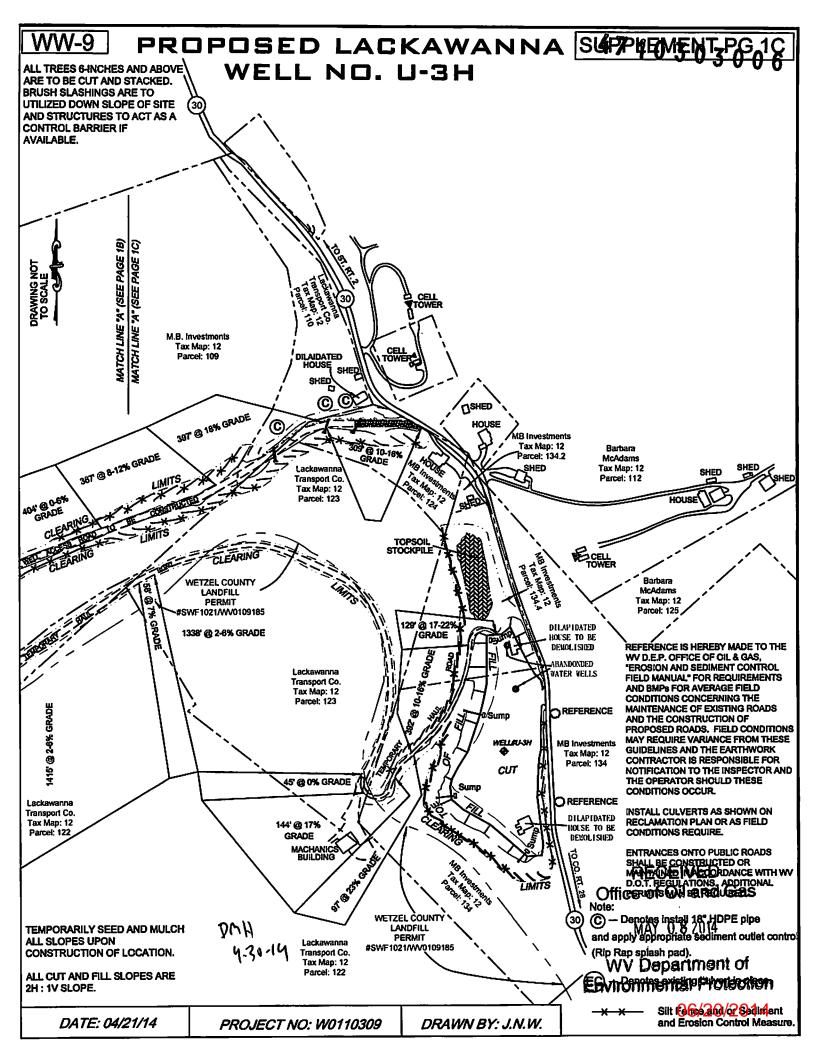
4-30-19 Cynthia Laines 5/15/2014

SLR Ref: 1**REID 534.50**008 Office of Oil and Gas April 2014 MAY 0 8 2014

> WV Department of Environmental Protection 06/20/2014







4710303006

WW-9

PROPOSED LACKAWANNA WELL No. U-3H

SUPPLEMENT PG 2

