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

May 05, 2016

WELL WORK PERMIT

Vertical Well

This permit, API Well Number: 47-8704786, issued to HG ENERGY, LLC, 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: CARR - NICHOLS 216
Farm Name: MCCLAIN, JOHN R
API Well Number: 47-8704786
Permit Type: Vertical Well
Date Issued: 05/05/2016

Promoting a healthy environment.

8704786

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. 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 §22-6-20, 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. Pursuant to 35 CSR 4-19.1.a, at the request of the surface owner all water wells or springs within 1000 feet of the proposed well that are actually utilized for human consumption, domestic animals or other general use shall be sampled and analyzed.

3. Pursuant to 35 CSR 4-19.1.c, if the operator is unable to sample and analyze any water well or spring with one thousand (1,000) feet of the permitted well location, the Office of Oil and Gas requires the operator to sample, at a minimum, one water well or spring located between one thousand (1,000) feet and two thousand (2,000) feet of the permitted well location.

4. All pits must be lined with a minimum of 20 mil thickness synthetic liner.

5. 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.

6. During the surface casing and cementing process, in the event cement does not return to the surface, or any other casing string that is permitted to circulate cement to the surface and does not return to the surface, the oil and gas inspector shall be notified within twenty-four (24) hours

7. Well work activities shall not constitute a hazard to the safety of persons.

8. Operator shall provide the Office of Oil & Gas notification of the date that drilling commenced, drilling ceased, completion of any other permitted well work and completion of the well. Such notice shall be provided by sending an email to DEPOOGNotify@wv.gov within 30 days of commencement of drilling.

8704786

WW - 2B
(Rev. 8/10)

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

1) Well Operator: HG Energy, LLC

494497948	Roane	Smithfield 05	Looneyville 7.5' 444
Operator ID	County	District	Quadrangle

2) Operator's Well Number: Carr Nichols 216 3) Elevation: 1124'

4) Well Type: (a) Oil x or Gas _____

(b) If Gas: Production ____ / Underground Storage _____

Deep _____ / Shallow x

5) Proposed Target Formation(s): Big Injun Proposed Target Depth: 2256'
6) Proposed Total Depth: 2414' MD Feet Formation at Proposed Total Depth: Big Injun
7) Approximate fresh water strata depths: 474'
8) Approximate salt water depths: 1724'

9) Approximate coal seam depths: NA

10) Approximate void depths,(coal, Karst, other): NA

11) Does land contain coal seams tributary to active mine? NA

12) Describe proposed well work and fracturing methods in detail (attach additional sheets if needed)
Drill and stimulate production well in the Big Injun. Stimulation will be small hydraulic fracture.

13) **CASING AND TUBING PROGRAM**

TYPE	SPECIFICATIONS			FOOTAGE INTERVALS		CEMENT
	Size	Grade	Weight per ft	For Drilling	Left in Well	Fill -up (Cu. Ft.)
Conductor						
Fresh Water	7"	LS	17#	624'	624'	CTS
Coal						
Intermediate						
Production	4 1/2"	J-55	10.5#	2364'	2364'	210 sks
Tubing						
Liners						

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Packers: Kind:
Sizes:
Depths Set

3-23-16

8704786

WW-2A
(Rev. 6-14)

1). Date: March 14, 2016

2.) Operator's Well Number Carr Nichols 216

3.) API Well No.: 47- State / Roane County - Permit

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

4) Surface Owner(s) to be served:
(a) Name John R. McClain
Address 4161 Clay Road
Spencer, WV 25276
(b) Name Reva Snodgrass Estate
Address 3740 Tranquility Drive
Melbourne, FL 32934
(c) Name
Address

6) Inspector Joe Taylor
Address 1478 Claylick Road
Ripley, WV 25271
Telephone 304-380-7469

5) (a) Coal Operator
Name NA
Address
(b) Coal Owner(s) with Declaration
Name NA
Address
Name
Address
(c) Coal Lessee with Declaration
Name NA
Address

TO THE PERSONS NAMED ABOVE TAKE NOTICE THAT:

___ Included is the lease or leases or other continuing contract or contracts by which I hold the right to extract oil and gas

OR

___ Included is the information required by Chapter 22, Article 6, Section 8(d) of the Code of West Virginia (see page 2)

I certify that as required under Chapter 22-6 of the West Virginia Code I have served copies of this notice and application, a location plat, and accompanying documents pages 1 through ___ on the above named parties by:

___ Personal Service (Affidavit attached)
X Certified Mail (Postmarked postal receipt attached)
___ Publication (Notice of Publication attached)

I have read and understand Chapter 22-6 and 35 CSR 4, and I agree to the terms and conditions of any permit issued under this application.

I certify under penalty of law that I have personally examined and am familiar with the information submitted on this application form and all 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.

I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment.

OFFICIAL SEAL
NOTARY PUBLIC, STATE OF WEST VIRGINIA
MARK J SCHALL
HG Energy LLC
PO Box 5519, Vienna, WV 26105
My Commission Expires November 2, 2021

Well Operator HG Energy, LLC
By: Diane White Diane White
Its: Agent
Address: 5260 Dupont Road
Parkersburg, WV 26101
Telephone: 304-420-1119
Email: dwhite@hgenergyllc.com

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Subscribed and sworn before me this 14th day of March 2016

Notary Public

My Commission Expires NOVEMBER 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 depprivacyofficer@wv.gov

8704786

WW-2A1
(Rev. 1/11)

Operator's Well Number Carr Nichols 216

INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE
Chapter 22, Article 6, Section 8(d)
IN LIEU OF FILING LEASE(S) AND OTHER CONTINUING CONTRACT(S)

Under the oath required to make the verification on page 1 of this Notice and Application, I depose and say that I am the person who signed the Notice and Application for the Applicant, and that –

(1) the tract of land is the same tract described in this Application, partly or wholly depicted in the accompanying plat, and described in the Construction and Reclamation Plan;

(2) the parties and recordation data (if recorded) for lease(s) or other continuing contract(s) by which the Applicant claims the right to extract, produce or market the oil or gas are as follows:

Grantor, Lessor, etc.	Grantee, Lessee, etc.	Royalty	Book/Page

** See Attached Sheet **

Acknowledgement of Possible Permitting/Approval
In Addition to the Office of Oil and Gas

The permit applicant for the proposed well work addressed in this application hereby acknowledges the possibility of the need for permits and/or approvals from local, state, or federal entities in addition to the DEP, Office of Oil and Gas, including but not limited to the following:

- WV Division of Water and Waste Management
- WV Division of Natural Resources
- WV Division of Highways
- U.S. Army Corps of Engineers
- U.S. Fish and Wildlife Service
- County Floodplain Coordinator

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The applicant further acknowledges that any Office of Oil and Gas permit in no way overrides, replaces, or nullifies the need for other permits/approvals that may be necessary and further affirms that all needed permits/approvals should be acquired from the appropriate authority before the affected activity is initiated.

Diane White

Well Operator: HG Energy, LLC
By: Its: Diane White, Agent

8704786

Form WW-2A(1)
(10/10)

Operator's Well No. Charles B. Ferrell 218

INFORMATION SUPPLIED UNDER WEST VIRGINIA CODE
Chapter 22, Article 6, Section 8(d)
IN LIEU OF FILING LEASE(S) AND OTHER CONTINUING CONTRACT(S)

Under the oath required to make the verification on page 1 of this Notice and Application, I depose and say that I am the person who signed the Notice and Application for the Applicant, and that --

(1) the tract of land is the same tract described in this Application, partly or wholly depicted in the accompanying plat, and described in the Construction and Reclamation Plan;

(2) the parties and recordation data (if recorded) for lease(s) or other continuing contract(s) by which the Applicant claims the right to extract, produce or market the oil or gas are as follows:

Grantor, Lessor, etc.	Grantee, Lessee, etc.	Royalty	Book/Page
Nicholas Carr, et ux	**South Penn Oil Company**	**1/8**	**4/201**

Merger and Conveyance dated July 3, 1963, from South Penn Oil Company to Penzoil Company, Kanawha County, Book 153, Page 35,

Assignment, Conveyance and Bill of Sale dated December 28, 1998, from Pennzoil Company to Pennz Energy Exploration and Production, Wetzel County, Book 12, Page 177.

Certificate of Merger filed with the WV Secretary of State, December 31, 1999, whereby Pennz Energy Exploration and Production, successor in interest to; to Penzoil Company, merged with Devon Energy Production Company, LP, Wetzel County, Book 12, Page 278.

Deed, Assignment and Bill of Sale dated June 1, 2000, from Devon Energy Production Company, LP to East Resources, Inc., recorded in Wetzel County, Book 370, Page 580.

Assignment, Conveyance and Bill of Sale, dated January 1, 2011, from East Resources, Inc., to HG Energy, LLC, Wetzel County, Book 118A, Page 253.

Upon information and belief, Operator's lease and/or other real property rights permit it to conduct drilling operations for the subject well in the location shown on the plat, including the use of access roads, pipelines and utilities.

Acknowledgement of Possible Permitting/Approval
In Addition to the Office of Oil and Gas

The permit applicantfor the proposed well work addressed in this application hereby ackowledges the possibility of the need for permits and/or approvals from local, state or federal entities in addition to the DEP, Office of Oil and Gas, including but not limited to the following:

WV Division of Water and Waste Management
WV Division of Natural Resources
WV Division of Highways
U.S. Army Corps of Engineers
US Fish and Wildlife Service
County Floodplain Coordinator

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Well Operator: HG Energy, LLC
By: Diane C. White Diane White
Its: Accountant

8704786

WW-2B1
(5-12)

Well No. Carr Nichols 216

West Virginia Department of Environmental Protection
Office of Oil and Gas

NOTICE TO SURFACE OWNERS

The well operator named below is preparing to file for a permit from the state to drill a new well. Before a well work permit can be filed with the Chief of the Office of Oil and Gas, the well operator is required to have given notice of the right to request water well or spring analytical testing. This notice shall be given to the owners or occupants of land which have a water well or spring being utilized for human consumption, domestic animals, or other general use and which is located within 1000 feet of the proposed well site.

With this form, the operator is giving you notice of your right to request analytical testing. The operator is required to sample and analyze the water wells or springs of all owners or occupants who request it. Therefore, if you wish to have your water well or spring tested, contact the operator named below.

All sampling shall be completed prior to drilling. Within thirty (30) days of the receipt of such sample analyses the operator shall submit the results to the Chief of the Office of Oil and Gas and to the owners or occupants who may have requested them.

Be advised, you have the right to sample and analyze any water supply at your own expense.

Listed below is the laboratory chosen by operator to perform analysis, and contactor chosen to collect sample.

Certified Laboratory Name Sturm Environmental
Sampling Contractor Sturm Environmental

Well Operator HG Energy, LLC
Address 5260 Dupont Road
Parkersburg, WV 26101
Telephone 304-420-1119

FOR OPERATOR'S USE ONLY: Below, or on an attached page, list those persons which were given this notice. Place an asterisk beside the one(s) that contacted you and requested sampling and analyses. If there were no requests made, indicate by underling which one you have selected to sample and analyze. If there are no water wells or springs within 1000 feet of the proposed site, the Chief may require the operator to test wells up to 2000 feet from the proposed site.

- See Attached Sheet -

8704786

WW-2B1
Page 2 - Continued

Well No. CB Ferrell 218

West Virginia Department of Environmental Protection
Office of Oil and Gas

NOTICE TO SURFACE OWNERS

The well operator named below is preparing to file for a permit from the state to drill a new well. Before a well work permit can be filed with the Chief of the Office of Oil and Gas, the well operator is required to have given notice of the right to request water well or spring analytical testing. This notice shall be given to the owners or occupants of land which have a water well or spring being utilized for human consumption, domestic animals, or other general use and which is located within 1000 feet of the proposed well site.

FOR OPERATOR'S USE ONLY: Below, or on an attached page, list those persons which were given this notice. Place an asterisk beside the one(s) that contacted you and requested sampling and analyses. If there were no requests made, indicate by underlining which one you have selected to sample and analyze. If there are no water wells or springs within 1000 feet of the proposed site please indicate such.

Surface Owners Identified With Water Sources to be Sampled and Tested:

* **John R. McClain**
4161 Clay Road
Spencer, WV 25276

* **Terry Rexroad**
4026 Clay Road
Spencer, WV 25276

* **Clifton Sommer**
Clay Road
Spencer, WV 25276

* **Devin Rhodes**
Clay Road
Spencer, WV 25276

* **Holly Cottrell**
89 Edgle Fork Road
Spencer, WV 25276

* **James Shamblin**
4292 Clay Road
Spencer, WV 25276

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WW-9
(5/13)

8704786

Page _____ of _____

API Number 47 - _____ - _____

Operator's Well No. Carr Nichols 216

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name HG Energy, LLC OP Code 494497948

Watershed (HUC 10) Edgell Fork Quadrangle Looneyville 7.5'

Elevation 1124' County Roane District Smithfield

Do you anticipate using more than 5,000 bbls of water to complete the proposed well work? Yes _____ No x

Will a pit be used for drill cuttings? Yes x No _____

If so, please describe anticipated pit waste: Fluids encountered while drilling proposed well

Will a synthetic liner be used in the pit? Yes x No _____ If so, what ml.? 30 mil

Proposed Disposal Method For Treated Pit Wastes:

■ Land Application
_____ Underground Injection (UIC Permit Number _____)
_____ Reuse (at API Number _____)
_____ Off Site Disposal (Supply form WW-9 for disposal location)
_____ Other (Explain _____

Will closed loop system be used? No

Drilling medium anticipated for this well? Air, freshwater, oil based, etc. Air, Fresh Water

-If oil based, what type? Synthetic, petroleum, etc. NA

Additives to be used in drilling medium? Water, Soap, KCl

Drill cuttings disposal method? Leave in pit, landfill, removed offsite, etc. Leave in pit

-If left in pit and plan to solidify what medium will be used? (cement, lime, sawdust) Native soil, cement, lime

-Landfill or offsite name/permit number? _____

I certify that I understand and agree to the terms and conditions of the GENERAL WATER POLLUTION PERMIT issued on August 1, 2005, by the Office of Oil and Gas of the West Virginia Department of Environmental Protection. I understand that the provisions of the permit are enforceable by law. Violations of any term or condition of the general permit and/or other applicable law or regulation can lead to enforcement action.

I certify under penalty of law that I have personally examined and am familiar with the information submitted on this application form and all attachments thereto 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. I am aware that there are significant penalties for submitting false information, including the possibility of fine or imprisonment.

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Environmental Protection

Company Official Signature Diane White

Company Official (Typed Name) Diane White

Company Official Title Agent

Subscribed and sworn before me this 14th day of March, 2016

Notary Public

My commission expires NOVEMBER 2, 2021

OFFICIAL SEAL
NOTARY PUBLIC, STATE OF WEST VIRGINIA
MARK J SCHALL
H G Energy L L C
PO Box 5519, Vienna, WV 26105
My Commission Expires November 2, 2021

8704786

Form WW-9

Operator's Well No. Carr Nichols 216

Proposed Revegetation Treatment: Acres Disturbed 0.6 acreas Prevegetation pH _____

Lime 3 Tons/acre or to correct to pH 6.5

Fertilizer (10-20-20 or equivalent) 500 lbs/acre (500 lbs minimum)

Mulch Straw 2 Tons/acre

Seed Mixtures

Area I		Area II	
Seed Type	lbs/acre	Seed Type	lbs/acre
Tall Fescue	40	Tall Fescue	40
Ladino Clover	5	Ladino Clover	5

Attach:
Drawing(s) of road, location,pit and proposed area for land application.

Photocopied section of involved 7.5' topographic sheet.

** Sediment Control Will Be In Place At All Times **

Plan Approved by: [signature]

Comments:

Title: oil & Gas Inspector Date: 3-23-16

Field Reviewed? (X) Yes ( ) No

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Reclamation Plan For: Carr-Nichols No. 216

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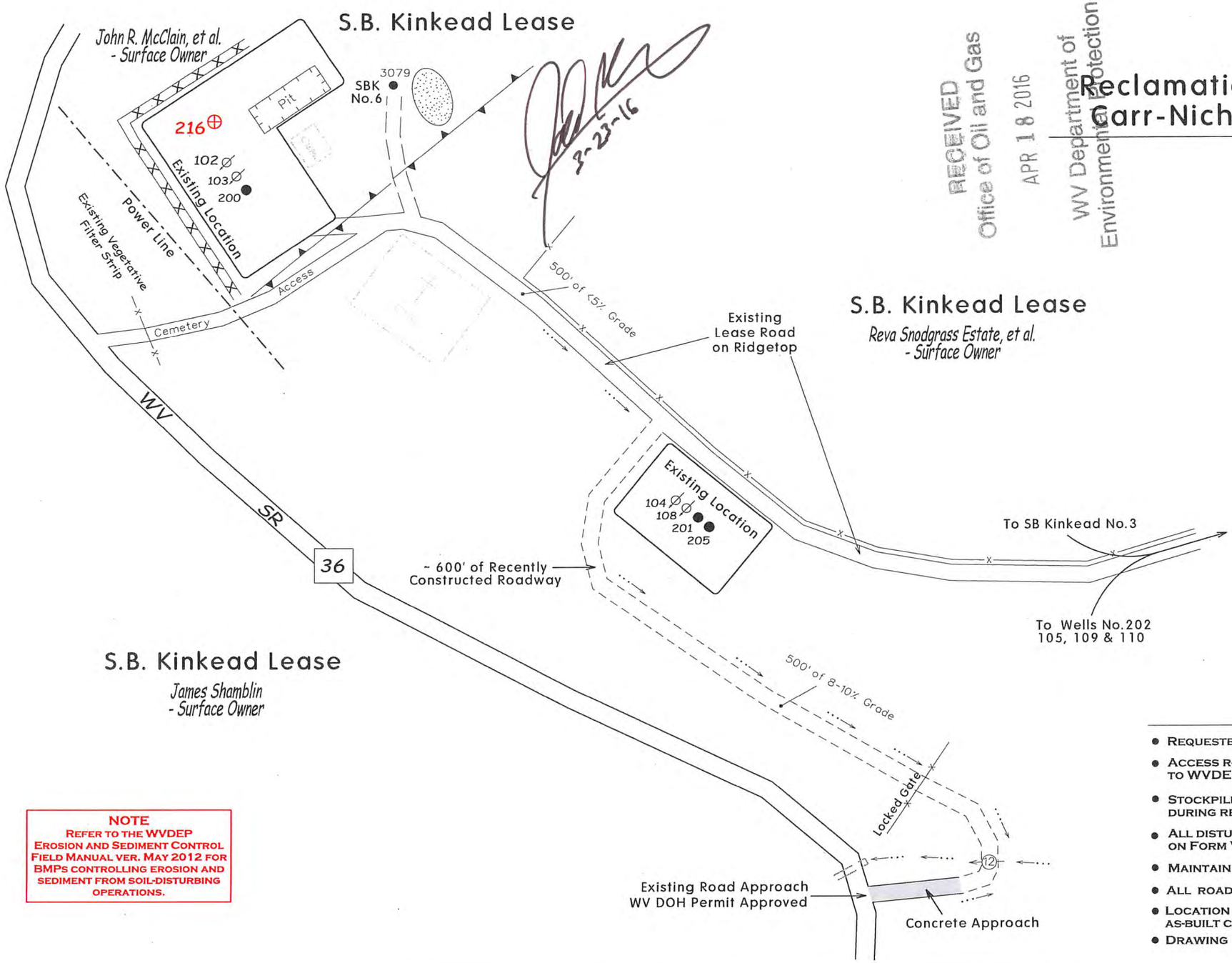
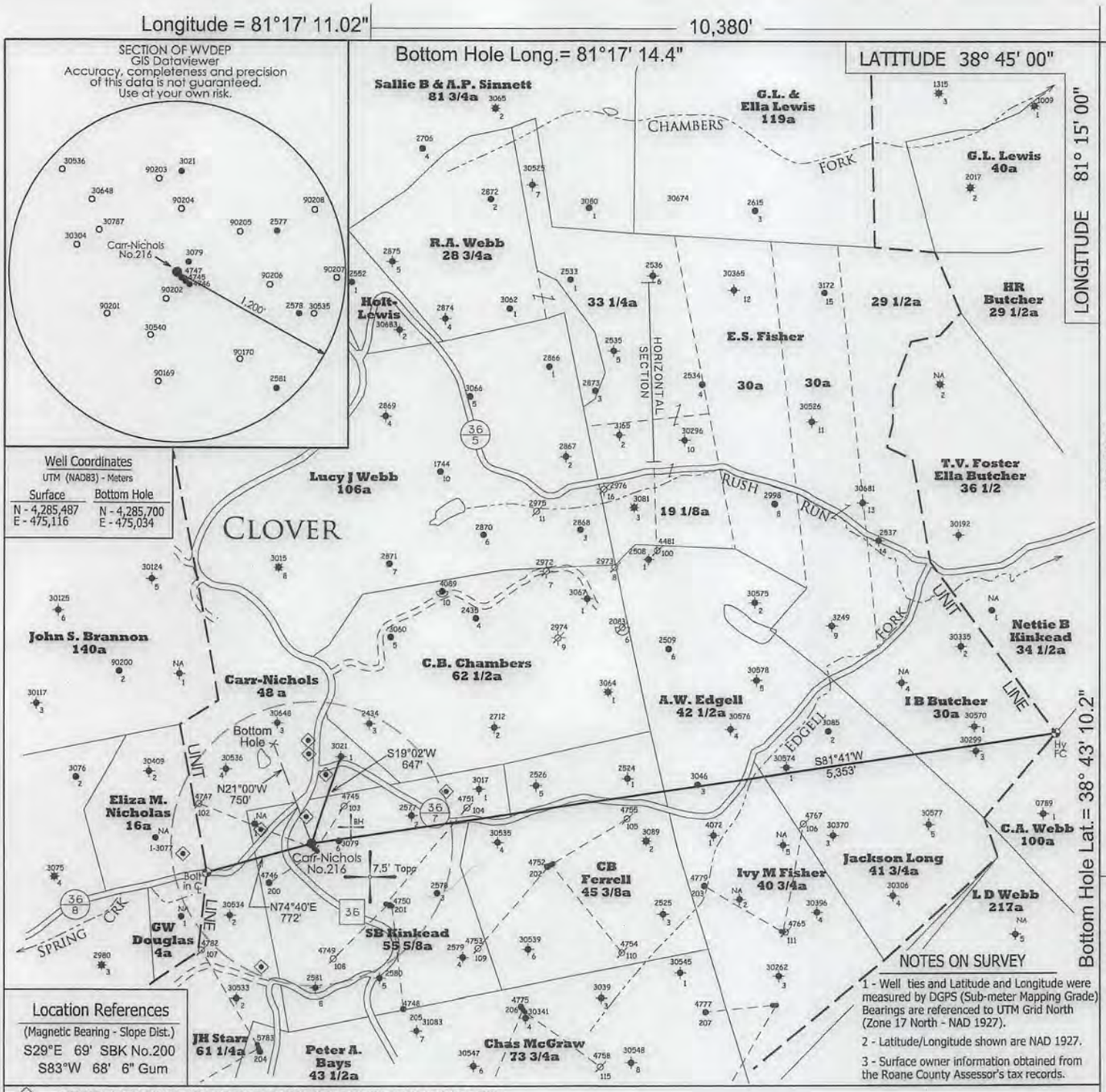
APR 18 2016
WV Department of Environmental Protection



NOTE
REFER TO THE WVDEP EROSION AND SEDIMENT CONTROL FIELD MANUAL VER. MAY 2012 FOR BMPS CONTROLLING EROSION AND SEDIMENT FROM SOIL-DISTURBING OPERATIONS.

Notes:

- REQUESTED PERMIT IS FOR DRILLING OF NEW WELL.
- ACCESS ROADS ARE EXISTING AND WILL BE MAINTAINED TO WVDEP STANDARDS.
- STOCKPILE TOPSOIL FOR RE-DRESSING LOCATION DURING RECLAMATION
- ALL DISTURBED AREAS WILL BE RE-VEGETATED AS OUTLINED ON FORM WW-9.
- MAINTAIN SEDIMENT BARRIERS AND DRAINAGE STRUCTURES.
- ALL ROAD GRADES <5% EXCEPT AS NOTED.
- LOCATION OF DRILL PIT MAY BE CHANGED BASED ON AS-BUILT CONSIDERATIONS.
- DRAWING NOT TO SCALE.



◆ - DENOTES A POSSIBLE WATER SUPPLY SOURCE LOCATED FROM CIRCA 2003 AERIAL PHOTOGRAPHY - NOT BY SURVEY. OTHER SOURCES MAY BE PRESENT.

+ - DENOTES LOCATION OF WELL ON UNITED STATES TOPOGRAPHIC MAPS.

FILE NO. 1486

SCALE 1" = 1000'

MINIMUM DEGREE OF ACCURACY Sub-Meter

PROVEN SOURCE OF ELEVATION DGPS Survey (Sub-Meter Mapping Grade)

I, THE UNDERSIGNED, HEREBY CERTIFY THAT THIS PLAT IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF AND SHOWS ALL THE INFORMATION REQUIRED BY LAW AND THE REGULATIONS ISSUED AND PRESCRIBED BY THE DEPARTMENT OF ENVIRONMENTAL PROTECTION.

(SIGNED) _____
TIMOTHY P. ROUSH PS 793

TIMOTHY P. ROUSH LICENSED No. 793 STATE OF WEST VIRGINIA PROFESSIONAL SURVEYOR

WEST VIRGINIA
Division of Environmental Protection
Office of Oil and Gas
601 57th Street
Charleston, West Virginia 25301

DATE February 22, 2016
FARM Carr - Nichols No.216
API WELL NO. 47 - 087 - 04786

WELL TYPE: OIL X GAS ___ LIQUID INJECTION ___ WASTE DISPOSAL ___
(IF "GAS") PRODUCTION ___ STORAGE ___ DEEP ___ SHALLOW ___

LOCATION: ELEVATION 1,124' WATERSHED Edgell Fork
DISTRICT Smithfield COUNTY Roane
QUADRANGLE Looneyville 7.5'

SURFACE OWNER John R. McClain et al. ACREAGE 9.5 Ac.
OIL & GAS ROYALTY OWNER HG Energy, LLC., et al LEASE ACREAGE 48 Ac.
LEASE NO. 60228-50

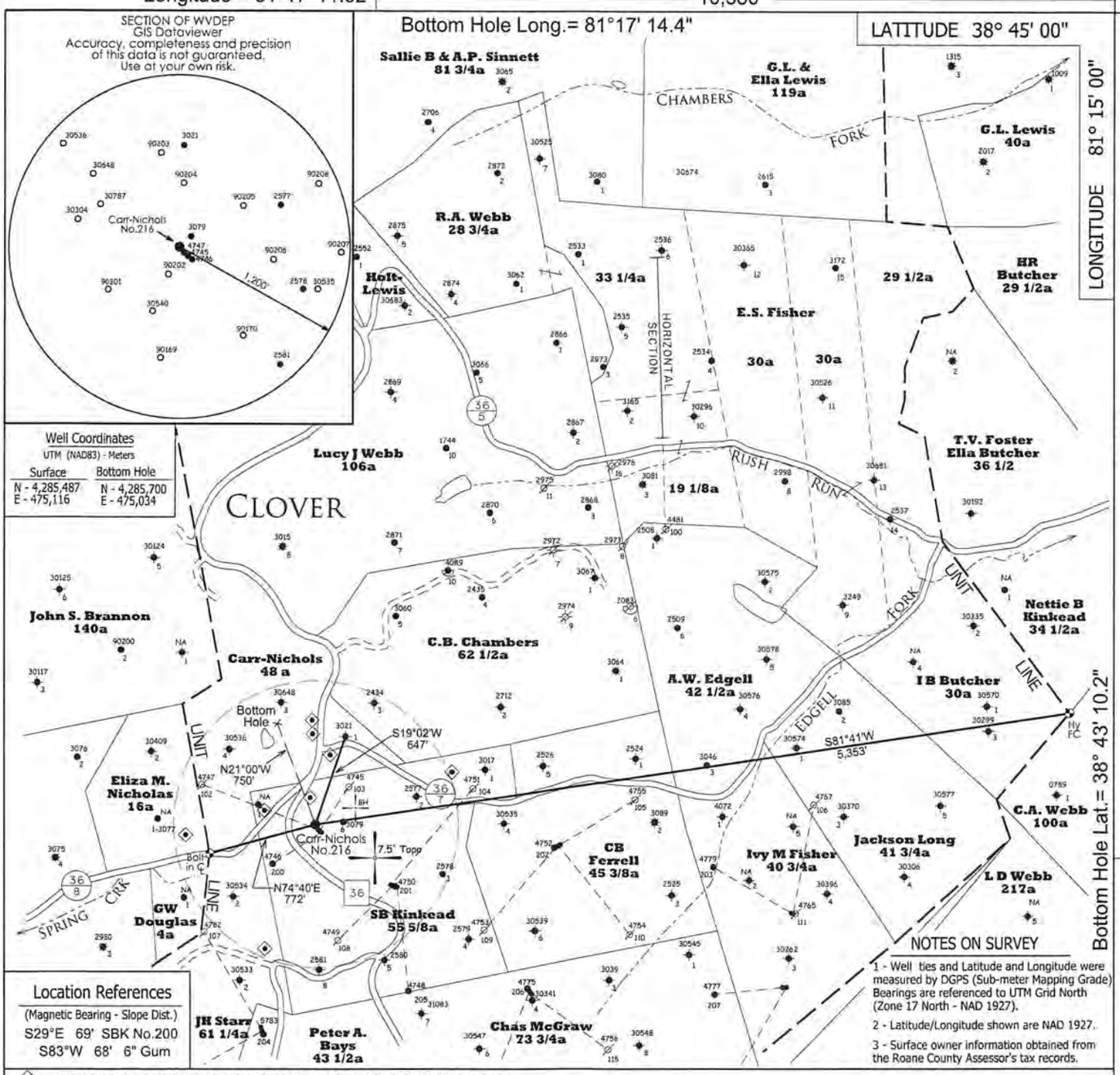
PROPOSED WORK: DRILL X CONVERT ___ DRILL DEEPER ___ REDRILL ___ FRACTURE OR STIMULATE X PLUG OFF OLD FORMATION ___ PERFORATE NEW FORMATION ___ OTHER PHYSICAL CHANGE IN WELL (SPECIFY) Well will be directionally drilled as shown.

PLUG AND ABANDON ___ CLEAN OUT AND REPLUG ___

TARGET FORMATION Big Injun ESTIMATED DEPTH 2,414' MD

WELL OPERATOR HG Energy LLC.
ADDRESS 5260 DuPont Road, Parkersburg, WV 26101

DESIGNATED AGENT Diane White
ADDRESS 5260 DuPont Road, Parkersburg, WV 26101



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TIMOTHY P. ROUSH LICENSED No. 793 STATE OF WEST VIRGINIA PROFESSIONAL SURVEYOR

WEST VIRGINIA
Division of Environmental Protection
Office of Oil and Gas
601 57th Street
Charleston, West Virginia 25301

DATE February 22, 2016
FARM Carr - Nichols No.216
API WELL NO.
47 - 087 - 04786

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WELL TYPE: OIL X GAS ___ LIQUID INJECTION ___ WASTE DISPOSAL ___
(IF "GAS") PRODUCTION ___ STORAGE ___ DEEP ___ SHALLOW ___

LOCATION: ELEVATION 1,124' WATERSHED Edgell Fork
DISTRICT Smithfield COUNTY Roane
QUADRANGLE Looneyville 7.5'

SURFACE OWNER John R. McClain et al. ACREAGE 9.5 Ac.

OIL & GAS ROYALTY OWNER HG Energy, LLC., et al LEASE ACREAGE 48 Ac.
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TARGET FORMATION Big Injun ESTIMATED DEPTH 2,414' MD

WELL OPERATOR HG Energy LLC. DESIGNATED AGENT Diane White
ADDRESS 5260 DuPont Road ADDRESS 5260 DuPont Road
Parkersburg, WV 26101 Parkersburg, WV 26101

FORM IV-6

Longitude = 81°17' 11.02" — 10,380'

Bottom Hole Long.= 81°17' 14.4"

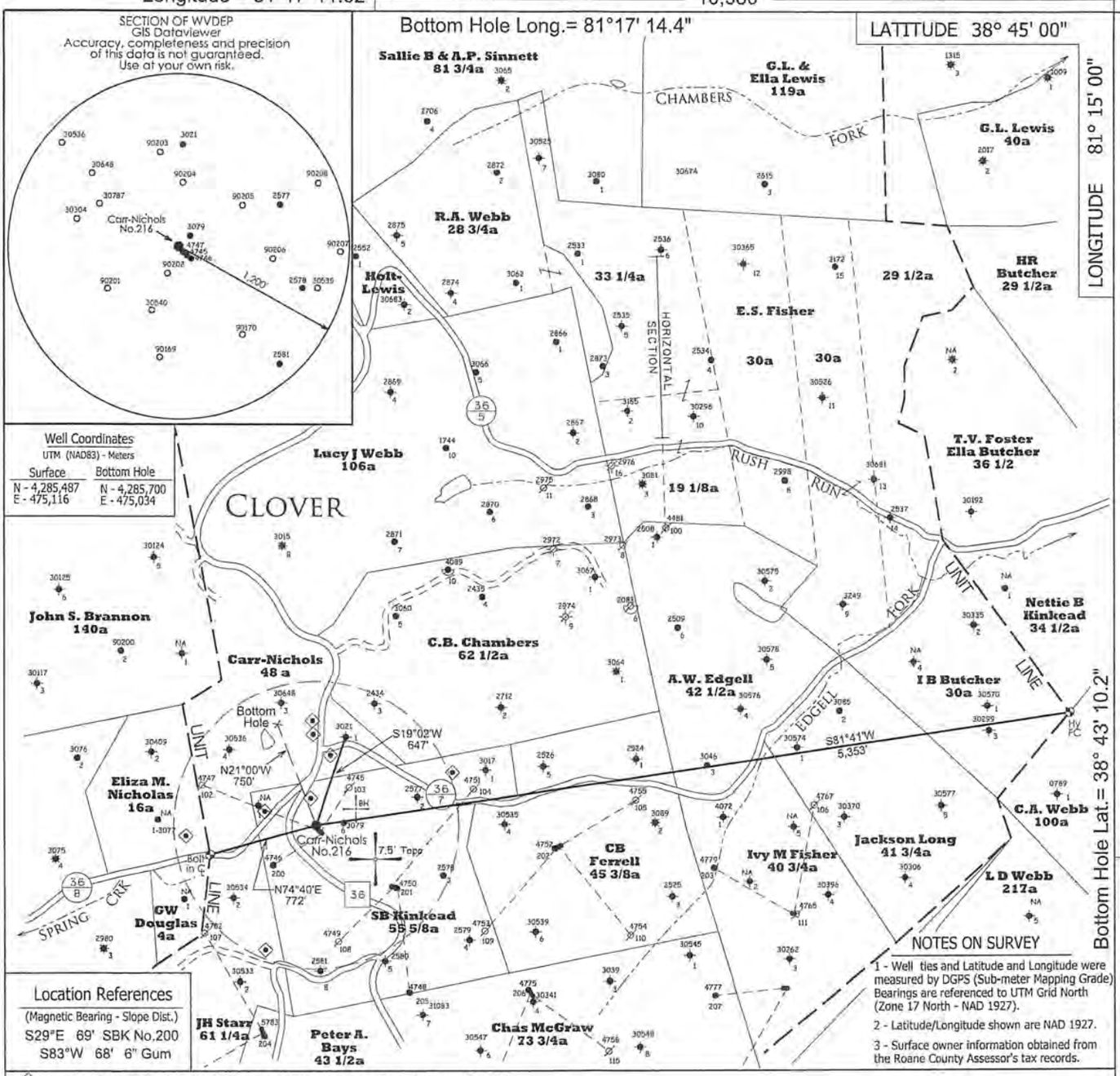
LATITUDE 38° 45' 00"

LONGITUDE 81° 15' 00"

11,805'

Bottom Hole Lat.= 38° 43' 10.2"

Latitude = 38° 43' 03.31"



Well Coordinates
UTM (NAD83) - Meters

Surface	Bottom Hole
N - 4,285,487	N - 4,285,700
E - 475,116	E - 475,034

Location References
(Magnetic Bearing - Slope Dist.)
S29°E 69' SBK No.200
S83°W 68' 6" Gum

NOTES ON SURVEY

1 - Well ties and Latitude and Longitude were measured by DGPS (Sub-meter Mapping Grade) Bearings are referenced to UTM Grid North (Zone 17 North - NAD 1927).

2 - Latitude/Longitude shown are NAD 1927.

3 - Surface owner information obtained from the Roane County Assessor's tax records.

◆ - DENOTES A POSSIBLE WATER SUPPLY SOURCE LOCATED FROM CIRCA 2003 AERIAL PHOTOGRAPHY - NOT BY SURVEY. OTHER SOURCES MAY BE PRESENT.

┼ - DENOTES LOCATION OF WELL ON UNITED STATES TOPOGRAPHIC MAPS.

FILE NO. 1486

SCALE 1" = 1000'

MINIMUM DEGREE OF ACCURACY Sub-Meter

PROVEN SOURCE OF ELEVATION DGPS Survey (Sub-Meter Mapping Grade)

I, THE UNDERSIGNED, HEREBY CERTIFY THAT THIS PLAT IS CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF AND SHOWS ALL THE INFORMATION REQUIRED BY LAW AND THE REGULATIONS ISSUED AND PRESCRIBED BY THE DEPARTMENT OF ENVIRONMENTAL PROTECTION.

(SIGNED) _____
TIMOTHY P. ROUSH PS 793

TIMOTHY P. ROUSH LICENSED No. 793 STATE OF WEST VIRGINIA PROFESSIONAL SURVEYOR

RECEIVED Office of Oil and Gas APR 18 2016 WV Department of Environmental Protection

WEST VIRGINIA
Division of Environmental Protection
Office of Oil and Gas
601 57th Street
Charleston, West Virginia 25301

DATE February 22, 2016
FARM Carr - Nichols No.216
API WELL NO.
47 - 087 - 04786

WELL TYPE: OIL X GAS ___ LIQUID INJECTION ___ WASTE DISPOSAL ___
(IF "GAS") PRODUCTION ___ STORAGE ___ DEEP ___ SHALLOW ___

LOCATION: ELEVATION 1,124' WATERSHED Edgell Fork
DISTRICT Smithfield COUNTY Roane
QUADRANGLE Looneyville 7.5'

SURFACE OWNER John R. McClain et al. ACREAGE 9.5 Ac.
OIL & GAS ROYALTY OWNER HG Energy, LLC., et al LEASE ACREAGE 48 Ac.
LEASE NO. 60228-50

PROPOSED WORK: DRILL X CONVERT ___ DRILL DEEPER ___ REDRILL ___ FRACTURE OR STIMULATE X PLUG OFF OLD FORMATION ___ PERFORATE NEW FORMATION ___ OTHER PHYSICAL CHANGE IN WELL (SPECIFY) Well will be directionally drilled as shown.

PLUG AND ABANDON ___ CLEAN OUT AND REPLUG ___

TARGET FORMATION Big Injun ESTIMATED DEPTH 2,414' MD

WELL OPERATOR HG Energy LLC.
ADDRESS 5260 DuPont Road
Parkersburg, WV 26101

DESIGNATED AGENT Diane White
ADDRESS 5260 DuPont Road
Parkersburg, WV 26101