



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

August 12, 2015

WELL WORK PERMIT

Re-Work

This permit, API Well Number: 47-3906326, issued to RESERVE OIL & GAS, 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.

James Martin
Chief

Operator's Well No: YEAGER 1
Farm Name: CENTRAL WV REGIONAL AIRPC
API Well Number: 47-3906326
Permit Type: Re-Work
Date Issued: 08/12/2015

Promoting a healthy environment.

WW - 2B
(Rev. 8/10)

AUG 12 2015

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

1) Well Operator: Reserve Oil & Gas, Inc.

310-324	Kanawha	Elk	Charleston East
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Operator ID County District Quadrangle

2) Operator's Well Number: Yeager #1 3) Elevation: 785

4) Well Type: (a) Oil _____ or Gas _____
(b) If Gas: Production / Underground Storage _____
Deep _____ / Shallow _____

5) Proposed Target Formation(s): Base of Lower Huron/Rhinestreet Proposed Target Depth: 4600

6) Proposed Total Depth: 4650 Feet Formation at Proposed Total Depth: Base of Lower Huron

7) Approximate fresh water strata depths: 200

8) Approximate salt water depths: 1200

9) Approximate coal seam depths: None

10) Approximate void depths,(coal, Karst, other): None

11) Does land contain coal seams tributary to active mine? No

12) Describe proposed well work and fracturing methods in detail (attach additional sheets if needed)
Raise wellhead and 7" and 4 1/2" casing approximately 50 feet. Work will be done in 10 foot intervals. Purpose of raising wellhead and casing is to allow for fill dirt from the Yeager Airport Keystone Drive slip to be placed on location.

13) CASING AND TUBING PROGRAM

TYPE	SPECIFICATIONS			FOOTAGE	INTERVALS	CEMENT
	Size	Grade	Weight per ft			
Conductor						
Fresh Water						
Coal						
Intermediate						
Production	7"			50'		
Tubing	4 1/2"			50'		
Liners						

Packers: Kind: _____
Sizes: _____
Depths Set _____

Handwritten signature and date: 8.12.15

Handwritten signature and date: 8/12/15

WW-2A
(Rev. 6-14)

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Office of Oil and Gas

AUG 12 2015

WV Department of
Environmental Protection

STATE OF WEST VIRGINIA

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

1.) Date: _____
2.) Operator's Well Number Yeager #1
State County Permit
47- 39 - 0326
3.) API Well No.:

4) Surface Owner(s) to be served:
(a) Name Central WV Regional Airport Authority
Address 100 Airport Road, Suite 175
Charleston, WV 25311
(b) Name _____
Address _____
(c) Name _____
Address _____
6) Inspector Terry Urban
Address P.O. Box 1207
Clendenin, WV 25045
Telephone 304-549-5915
5) (a) Coal Operator
Name _____
Address _____
(b) Coal Owner(s) with Declaration
Name _____
Address _____
(c) Coal Lessee with Declaration
Name _____
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:

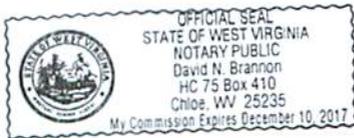
- Personal Service (Affidavit attached)
- Certified Mail (Postmarked postal receipt attached)
- Publication (Notice of Publication attached)

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.

Well Operator: Reserve Oil & Gas, Inc.
By: J. Scott Freshwater
Its: Vice President
Address: 929 Charleston Road
Spencer, WV 25276
Telephone: 304-927-5228
Email: sfreshwater@reserveoilandgas.com



Subscribed and sworn before me this 12th day of August, 2015

David N. Brannon Notary Public

My Commission Expires December 10, 2017

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

SURFACE OWNER WAIVER

39-6326

County Kanawha

Operator
Operator well number

Reserve Oil & Gas, Inc.
Yeager #1

INSTRUCTIONS TO SURFACE OWNERS NAMED ON PAGE WW2-A

The well operator named on page WW2A is applying for a permit from the State to do oil or gas well work. (Note: If the surface tract is owned by more than three persons, then these materials were served on you because your name appeared on the Sheriff's tax ticket on the land or because you actually occupy the surface tract. In either case, you may be the only owner who will actually receive these materials.) See Chapter 22 of the West Virginia Code. Well work permits are valid for 24 months. If you do not own any interest in the surface tract, please forward these materials to the true owner immediately if you know who it is. Also, please notify the well operator and the Office of Oil and Gas.

NOTE: YOU ARE NOT REQUIRED TO FILE ANY COMMENT.

WHERE TO FILE COMMENTS AND OBTAIN ADDITIONAL INFORMATION:

Chief, Office of Oil and Gas
Department of Environmental Protection
601 57th St. SE
Charleston, WV 25304
(304) 926-0450

Time Limits and methods for filing comments. The law requires these materials to be served on or before the date the operator files his Application. You have **FIFTEEN (15) DAYS** after the filing date to file your comments. Comments must be filed in person or received in the mail by the Chief's office by the time stated above. You may call the Chief's office to be sure of the date. Check with your postmaster to ensure a adequate delivery time or to arrange special expedited handling. If you have been contacted by the well operator and you have signed a "voluntary statement of no objection" to the planned work described in these materials, then the permit may be issued at any time.

Comments must be in writing. Your comments must include your name, address and telephone number, the well operator's name and well number and the approximate location of the proposed well site including district and county from the application. You may add other documents, such as sketches, maps or photographs to support your comments.

The Chief has the power to deny or condition a well work permit based on comments on the following grounds:

- 1) The proposed well work will constitute a hazard to the safety of persons.
- 2) The soil erosion and sediment control plan is not adequate or effective;
- 3) Damage would occur to publicly owned lands or resources;
- 4) The proposed well work fails to protect fresh water sources or supplies;
- 5) The applicant has committed a substantial violation of a previous permit or a substantial violation of one or more of the rules promulgated under Chapter 22, and has failed to abate or seek review of the violation..."

If you want a copy of the permit as it is issued or a copy of the order denying the permit, you should request a copy from the Chief.

List of Water Testing Laboratories. The Office maintains a list of water testing laboratories which you can hire to test your water to establish water quality prior to and after drilling. Contact the Chief to obtain a copy.

VOLUNTARY STATEMENT OF NO OBJECTION

I hereby state that I have read the instructions to surface owners and that I have received copies of a Notice and Application for a Well Work Permit on Form WW2-A, and attachments consisting of pages 1 through ___ including a work order on Form WW2-B, a survey plat, and a soil and erosion plan, all for proposed well work on my surface land as described therein.

I further state that I have no objection to the planned work described in these materials, and I have no objection to a permit being issued on those materials.

FOR EXECUTION BY A NATURAL PERSON

FOR EXECUTION BY A CORPORATION, ETC.

Terry D Sayre
Signature

Date 8/12/15
Company Name
By

Terry D Sayre
Print Name

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Central WV Regional Airport Authority
Name

Director
By

Terry D Sayre
Signature
Date 8/12/15

WW-2A Coal Waiver

COAL OPERATOR, OWNER, OR LESSEE WAIVER

County Kanawha
Operator Reserve Oil & Gas, Inc. Operator's Well Number Yeager #1

INSTRUCTIONS TO COAL OPERATOR, OWNER, OR LESSEE

To the coal operator, owner, or lessee named on page WW2-A. You are hereby notified that any objection you wish to make or are required to make by WV Code 22-6-15, 16 or 17, must be filed with the Chief of the Office of Oil and Gas within fifteen (15) days after the receipt of this application by the Office. Mail objections to:

Chief, Office of Oil and Gas
Department of Environmental Protection
601 57th St. SE
Charleston, WV 25304
(304) 926-0499 extension 1654

WAIVER

The undersigned coal operator ____ / owner ____ / lessee ____ / of the coal under this well location has examined this proposed well location. If a mine map exists which covers the area of well location, the well location has been added to the mine map. The undersigned has no objection to the work proposed to be done at this location, provided, the well operator has complied with all applicable requirements of the West Virginia Code and the governing regulations.

FOR EXECUTION BY A NATURAL PERSON

FOR EXECUTION BY A CORPORATION, ETC.

Signature Date _____

Company Name _____
By _____
Its _____ Date _____

Signature Date _____

N/A

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**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
Central WV Regional Airport Authority	Reserve Oil & Gas, Inc.	1/8	LB 289/889

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

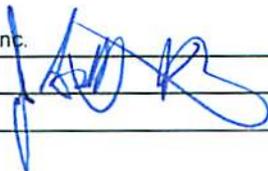
The permit applicant for the proposed well work addressed in this application hereby acknowledges the possibility of the need for permits and/or approvals from local, state, or federal entities in addition to the DEP, Office of Oil and Gas, including but not limited to the following:

- 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

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.

Well Operator:
By:Its:

Reserve Oil & Gas, Inc.
 J. Scott Freshwater
 Vice President



WW-2B1
(5-12)

Well No. Yeager #1

39-6376

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 ALS Environmental
Sampling Contractor _____

Well Operator Reserve Oil & Gas, Inc.
Address 929 Charleston Road
Spencer, WV 25276
Telephone 304-927-5228

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.

N/A

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WW-9
(2/15)

API Number 47 - 39 - 6326

Operator's Well No. Yeager #1

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

FLUIDS/ CUTTINGS DISPOSAL & RECLAMATION PLAN

Operator Name Reserve Oil & Gas, Inc. OP Code _____

Watershed (HUC 10) Elk River Quadrangle Charleston East

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

Will a pit be used? Yes No

If so, please describe anticipated pit waste: _____

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

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 N/A)

Will closed loop system be used? If so, describe: N/A

Drilling medium anticipated for this well (vertical and horizontal)? Air, freshwater, oil based, etc. N/A

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

Additives to be used in drilling medium? N/A

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

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

-Landfill or offsite name/permit number? _____

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Permittee shall provide written notice to the Office of Oil and Gas of any load of drill cuttings or associated waste rejected at any West Virginia solid waste facility. The notice shall be provided within 24 hours of rejection and the permittee shall also disclose where it was properly disposed.

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.

Company Official Signature J. Scott Freshwater

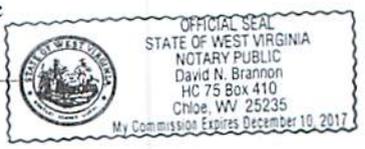
Company Official (Typed Name) J. Scott Freshwater

Company Official Title Vice President

Subscribed and sworn before me this 12th day of August, 2015

David N. Brannon Notary Public

My commission expires December 10, 2017



Reserve Oil & Gas, Inc.

Proposed Revegetation Treatment: Acres Disturbed N/A Prevegetation pH _____

Lime _____ Tons/acre or to correct to pH _____

Fertilizer type _____

Fertilizer amount _____ lbs/acre

Mulch _____ Tons/acre

Seed Mixtures

Temporary

Permanent

Seed Type lbs/acre

Seed Type lbs/acre

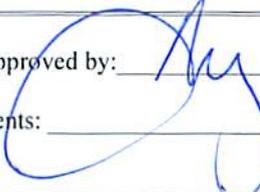
Temporary		Permanent	
Seed Type	lbs/acre	Seed Type	lbs/acre
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Attach:

Drawing(s) of road, location, pit and proposed area for land application (unless engineered plans including this info have been provided)

Photocopied section of involved 7.5' topographic sheet.

Plan Approved by: 

Comments: 

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Title: Fiddlersp O&G Date: 8-12-15

Field Reviewed? () Yes () No

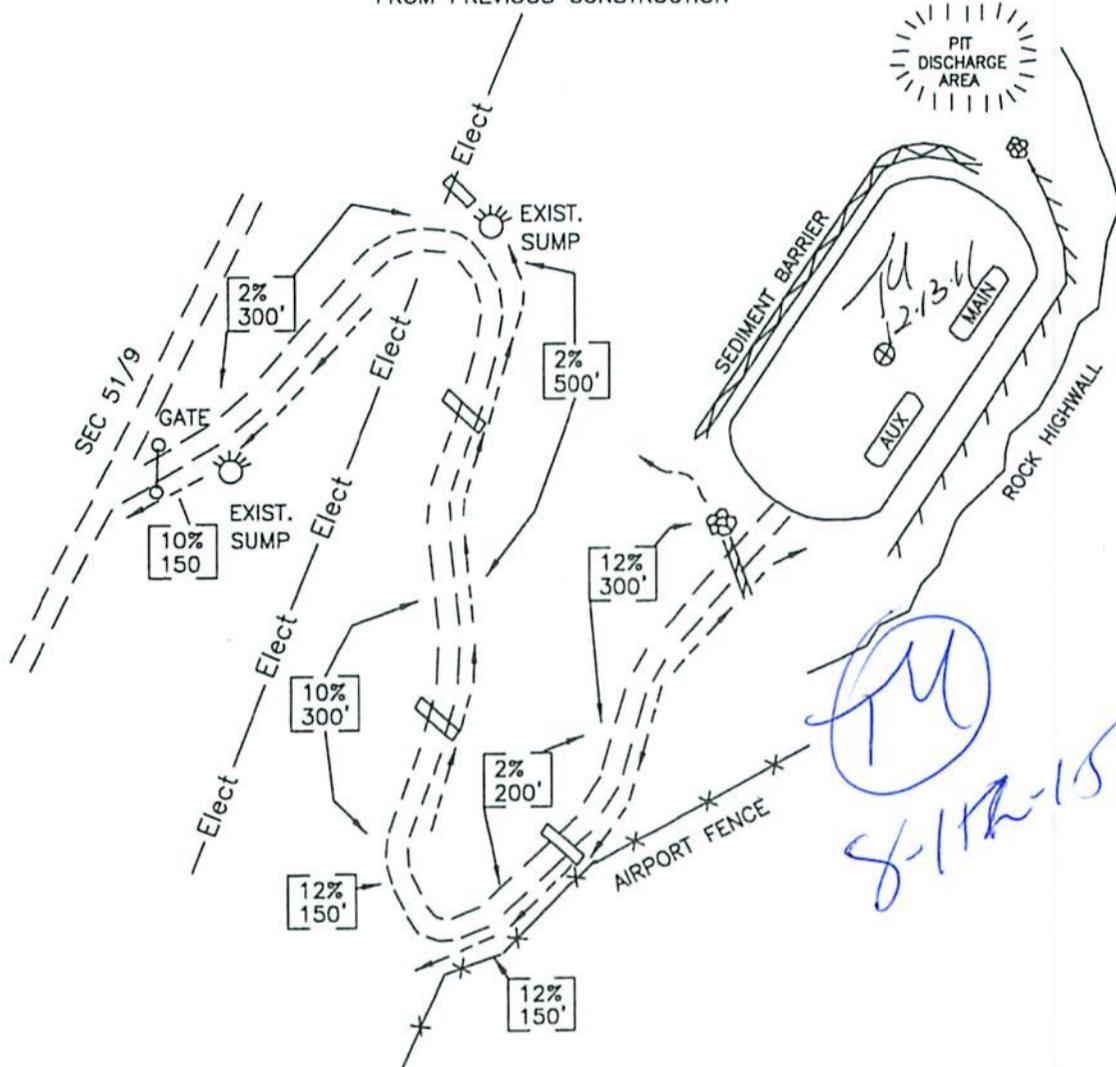
NOTE:

Any Trees 6" or larger in Diameter will be cut and piled. Brush will be used as Sediment Barriers. Temporary seed and mulch all slopes upon construction. Stone over all Culverts.

YEAGER #1

NOTE:

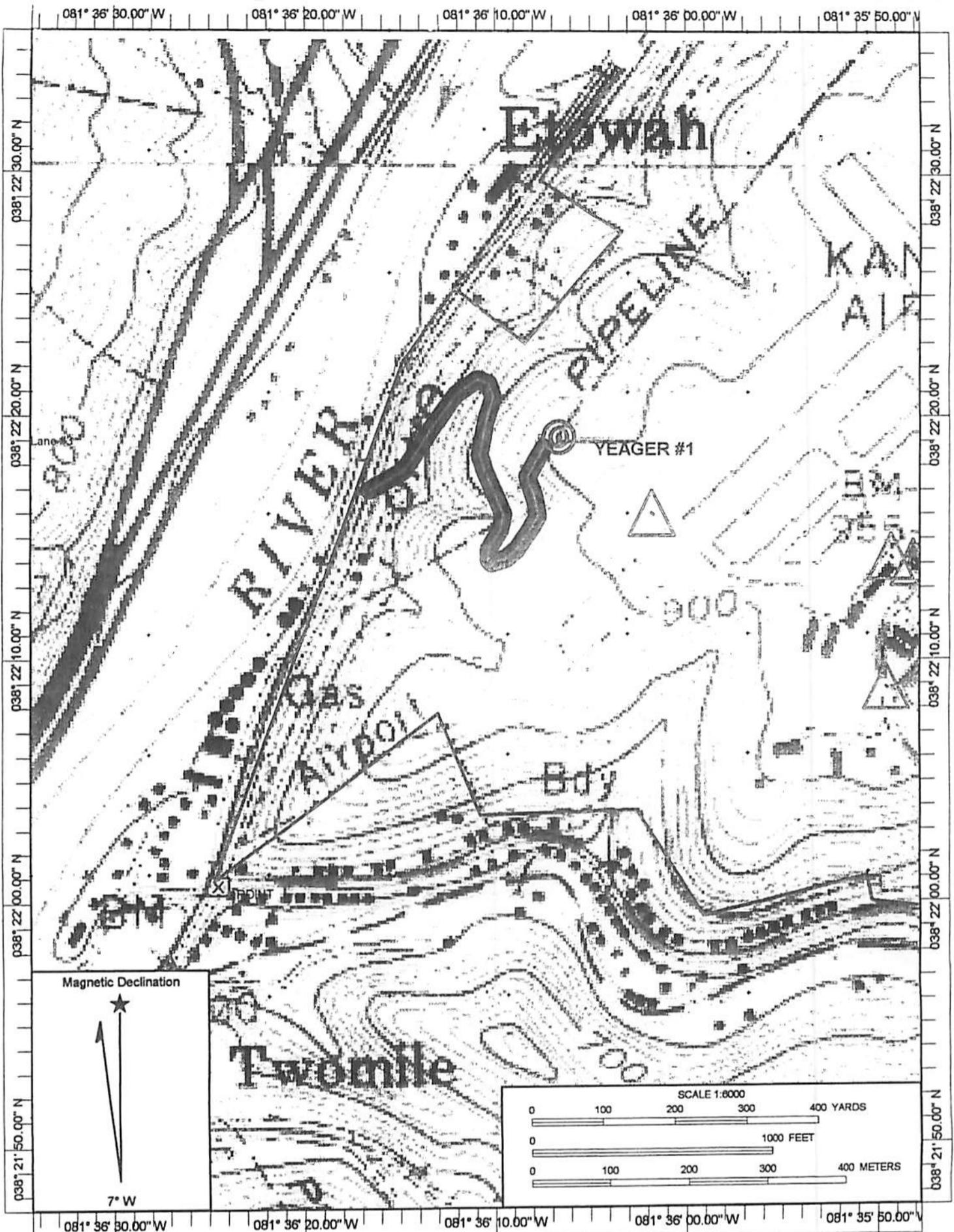
ALL ROAD SHOWN EXISTING FROM PREVIOUS CONSTRUCTION



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Datum: NAD83

Copyright (C) 1997, Maptech, Inc.

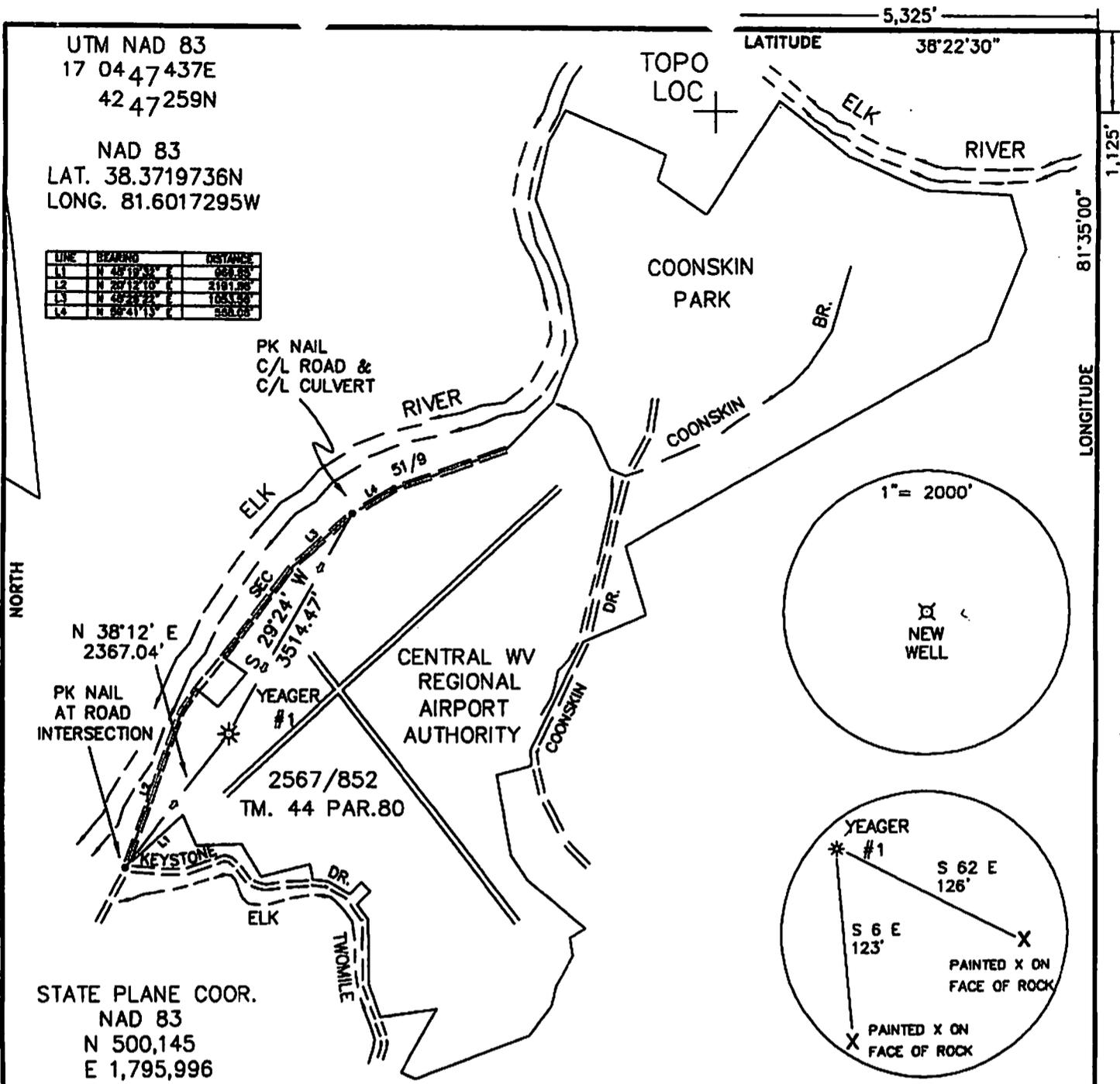
39-06326

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UTM NAD 83
17 04 47 437E
42 47 259N

NAD 83
LAT. 38.3719736N
LONG. 81.6017295W

LINE	BEARING	DISTANCE
L1	N 45° 19' 34" E	263.55
L2	N 27° 12' 10" E	2181.96
L3	N 45° 21' 22" E	1053.96
L4	N 69° 41' 13" E	208.06



STATE PLANE COOR.
NAD 83
N 500,145
E 1,795,996

(+) DENOTES LOCATION OF WELL ON UNITED STATES TOPOGRAPHIC MAPS

FILE NO. _____
DRAWING NO. 11-34
SCALE 1"=2000'
MINIMUM DEGREE OF
ACCURACY 1 IN 200
PROVEN SOURCE OF
ELEVATION GPS

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 ENERGY.
(SIGNED) [Signature]
R.P.E. _____ C.L.S. 851

PLACE SEAL HERE

STATE OF WEST VIRGINIA
Department of Environmental Protection
OFFICE OF OIL AND GAS

DATE 11/16, 2011
OPERATOR'S WELL NO. YEAGER #1
API WELL NO. _____
47 - 39 - 06326
STATE COUNTY PERMIT

WELL TYPE: OIL ___ GAS ___ LIQUID INJECTION ___ WASTE DISPOSAL ___
(IF "GAS") PRODUCTION ___ STORAGE ___ DEEP ___ SHALLOW ___
LOCATION: ELEVATION 785 WATER SHED ELK RIVER
DISTRICT ELK COUNTY KANAWHA
QUADRANGLE CHARLESTON EAST

SURFACE OWNER CENTRAL WV REGIONAL AIRPORT AUTHORITY ACREAGE 1214.61
OIL & GAS ROYALTY OWNER CENTRAL WV REGIONAL AIRPORT AUTHORITY LEASE ACREAGE 1214.61
LEASE NO. _____

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): _____

PLUG AND ABANDON ___ CLEAN OUT AND REPLUG ___
TARGET FORMATION BASE OF LOWER HURON/RHINESTREET ESTIMATED DEPTH 5500
WELL OPERATOR RESERVE OIL & GAS INC. DESIGNATED AGENT J. SCOTT FRESHWATER
ADDRESS 929 CHARLESTON ROAD ADDRESS 929 CHARLESTON ROAD
SPENCER, WV 25276 SPENCER, WV 25276

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Operator: RESERVE OIL & GAS, INC.
 API: 3906326
 WELL No: YEAGER 1
 Reviewed by: GC Date: 8/12/15
 5 Day End of Comment: 08/17/15

CHECKLIST FOR FILING A PERMIT

Re-Work

- WW-2B
- Inspector signature on WW-2B
- Completion / Well Records of Previous Work
- WW-2A (Notarized)
- Certified Mail Receipts, Waivers, or Affidavits of Personal Service
- Surface Owner Waiver Yeager Airport Authority
- Coal Owner / Lessee / Operator Waiver
- WW-2A-1 (Signed) Showing Book/Page Number and Royalty Percentage
- WW-9 (Page 1 & 2) (Notarized)
- ~~More than 5,000 bbls~~
- Inspector Signature on WW-9
- ~~Reclamation plan~~
- Topographic Map of location of well
- OK Mylar Plat (Signed Sealed) (Surface owner on plat matches WW-2A) *Did not make them submit a new plat. No well work taking place down hole.*
- ~~Bond~~
- ~~Company is Registered with the SOS~~
- ~~Worker's Compensation / Unemployment Insurance account is OK~~
- \$650.00 check (\$550.00 if no pit)
- ~~Mine Data~~
- ~~Addendum~~
- ~~Professional Engineer/Company has COA~~