

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

UIC Permit Reissuance

BASE PETROLEUM, INC. 100 wilcox farm lane South charleston, WV 25309

Dear JOHN BARRY WILCO

Enclosed you will find the Underground Injection Control Renewal Permit # UIC2D0390798 dated April 11, 2016. Be advised that the duration of the permit is for a period of five (5) years.

Also be advised that all conditions established by the UIC Permit Number UIC2D0390798 either expressly or incorporated by reference, must be strictly adhered to. All monitoring forms shall be submitted to the Office of Oil and Gas in the manner and frequency prescribed. The monitoring forms will be compared with the scope of the permitted activity to verify compliance.

Please review the permit carefully and be aware of all permit conditions. Compliance of all permit conditions will be strictly enforced.

The operation of this injection well facility in general, including maintenance of all related surface equipment, shall be conducted so as to preclude any unlawful discharge of waste materials into the surface or ground waters of the state.

Office of Oil and Gas

Enclosures as stated

Promoting a healthy environment.

UNDERGROUND INJECTION CONTROL PERMIT

For

Base Petroleum, Inc.

Number UIC2D0390798

AUTHORIZATION TO OPERATE AN UNDERGROUND INJECTION CONTROL (UIC) INJECTION WELL PERMIT NUMBER # UIC 2D0390798

In compliance with provisions of the West Virginia Code, Chapter 22. Article 6, Article 11 and Article 12, as well as Legislative Rules, Title 47, Series 13 and Series 58, Title 47, Series 55, and Title 35 Series 1 and Series 4.

PERMITTEE

NAME Base Petroleum, Inc. FACILITY TYPE Brine Disposal (Commercial)

ADDRESS 100 Wilcox Farm Lane WELL API # 47-039-00798

ADDRESS South Charleston, WV 25309 FIELD NAME NA

is authorized by this permit to inject Class II fluids that are brought to the surface in connection with conventional oil or natural gas production and may be commingled with waste waters from gas plants which are an integral part of production operations, unless those waters are classified as a hazardous waste at the time of injection into the <u>Big Lime</u> formations in accordance with the conditions set forth herein. The permitted injection depth shall be <u>1531</u> feet to <u>1613</u> feet. The injection well is located in <u>Kanawha</u> County. 7.5' <u>Romance</u> Quadrangle. The coordinates for this injection well are:

UTM NAD 83 Northing 4268556.8 and UTM NAD 83 Easting 451278.

The maximum permitted wellhead injection pressure is established as $\underline{0}$ PSI.

All references to West Virginia Regulations are to those that are in effect on the date that this permit becomes effective.

Any person who holds a permit shall pay an annual permit fee in accordance with the provisions of Title 47 Series 9 section 7 of the Legislative Rule. The first annual permit fee shall be remitted to the Office of Oil and Gas one (1) calendar year from the date of permit issuance; subsequent annual permit fees shall be remitted on or before the anniversary date of the permit issuance. The annual permit fee for a Class II disposal well is twenty five dollars (\$25). The permit becomes void if the annual permit fee has not been paid within one hundred eighty (180) days of the due date. The Chief shall not reissue a permit until all annual permit fees due during prior terms of that permit have been paid in full.

Failure to pay the annual groundwater fee of \$75.00 for Class IID as required by the West Virginia Code, Chapter 22, Article 11 and/or Article 12, shall be cause for revocation of this permit. The annual permit fee is due on the anniversary date of permit issuance and shall be paid on the anniversary date of issuance of this permit.

Non-compliance with the terms of this permit shall be cause for revocation of Certification under the terms of Chapter 22, Article 12, and revocation of the permit under Chapter 22. Article 11 of the West Virginia Code.

This permit and its authorization to inject shall remain in effect for five (5) years from the date of issuance of the final permit provided all terms of the permit are met.

James Martin, Chief Office of Oil and Gas

PART I

A. REAPPLICATION

If the Permittee wishes to continue an activity regulated by this permit after the expiration date of this permit, the Permittee must submit an administratively complete application, along with application fee payment, for a new permit at least one hundred and eighty (180) days before this permit expires.

B. IMMEDIATE REPORTING

The Permittee shall report any noncompliance which may endanger human health or the environment immediately after becoming aware of the circumstances by using the WVDEP Emergency Spill line number, 1-800-642-3074. Written submission shall also be provided within five (5) days of the time the Permittee becomes aware of the circumstances. The written submission shall contain a description of the noncompliance and its cause; the period of noncompliance, including exact dates and times, and if the noncompliance has not been corrected, Permittee shall provide the anticipated time it is expected to continue; and the steps taken or planned to be taken to reduce, eliminate, and prevent reoccurrence of the noncompliance. The following shall be included as information which must be reported immediately:

- i. Any monitoring or other information which indicates that any contaminant may cause an endangerment to an underground source of drinking water (USDWs).
- ii. Any non-compliance with a permit condition or malfunction of the injection system which may cause fluid migration into or between the USDWs, or failure of mechanical integrity test demonstrations.

C. RIGHT OF APPEAL

Notice is hereby given of your right to appeal the terms and conditions of this permit by which you are aggrieved to the State Environmental Quality Board by filing a NOTICE OF APPEAL on the form prescribed by such Board for this purpose, with the Board, in accordance with the provisions of Chapter 22 Article 11, Section 21 of the code of West Virginia within thirty (30) days after the date of receipt of the above permit.

D. EFFECT OF PERMIT

The Permittee is allowed to engage in underground injection in accordance with the conditions of this permit based on an approved permit application. The Permittee shall not allow the underground injection activity authorized by this permit to cause or allow the movement of fluid containing any contaminant into underground sources of drinking water and may not cause a violation of any primary drinking water regulation or any health-based limit promulgated under 40 CFR Chapter 1, Part 142, of the Code of Federal Regulations, or of any water quality standard promulgated by the West Virginia Department of Environmental Protection/Division of Water and Waste Management. Any underground injection activity not authorized in this permit is prohibited. Compliance with the terms of this permit does not constitute a defense to any action brought under Part C and the imminent and substantial endangerment provisions in Part D of the Safe Drinking Water Act (SDWA) or any other common or statutory law for any breach of any other applicable legal duty.

E. PERMIT ACTIONS

- 1. This permit can be modified, revoked and reissued or terminated for cause specified in Chapter 22, Article 11 (hereafter §22-11), and Chapter 22, Article 12 (hereafter §22-12) of the West Virginia Code, and Title 47, Series 13 (hereafter 47 CSR 13) of the Legislative Rules. The filing of a request by the Permittee for a permit modification, revocation and reissuance, suspension or revocation, or notification of planned changes or anticipated noncompliance, does not stay any permit condition.
- 2. Transfer of Permits. This permit is not transferable to any person unless notice is first provided to the Office of Oil and Gas and the Permittee complies with requirements of 47 CSR 13-13.17. The Office of Oil and Gas

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may require modification or revocation and reissuance of the permit to change the name of the Permittee and incorporate such other requirements as may be necessary under the Safe Drinking Water Act (SDWA).

F. SEVERABILITY

The provisions of this permit are severable, and if any condition of this permit or the Permittee's application of any provision of this permit to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of other provisions of the permit and the remainder of this permit shall not be affected.

G. DURATION OF PERMIT

This permit and the authorization to inject are issued for a period of five (5) years unless terminated under Part I Section II paragraph I I of this permit. However, when through no fault of the Permittee the West Virginia Department of Environmental Protection does not issue a new permit with an effective date on or before the expiration date of the previous permit and the Permittee has submitted a timely administratively complete application as required in Part I section A of this permit, which is a complete application for a new permit, the expired permit shall continue to remain fully effective and enforceable.

H. GENERAL REQUIREMENTS

- 1. Duty to Comply. The Permittee must comply with all conditions of this permit. Any permit noncompliance constitutes a violation of the SDWA and the State Act and is grounds for enforcement action; for permit suspension or revocation, revocation and reissuance, or modification; or for denial of a permit renewal application. (47 CSR 13-13.12.a) Copies of UIC Program regulations (§22-11) may be obtained from the West Virginia Legislature's Web Site http://www.legis.state.wv.us/WVCODE/Code.cfm, and (47 CSR 13) may be obtained from the West Virginia Secretary of State's Web Site at http://www.sos.wv.gov/.
- 2. Duty to Reapply. If the Permittee wishes to continue activity regulated by this permit after the expiration date of this permit, the Permittee must apply for a new permit as required in Part I section A of this permit as well as obtain a new permit.
- 3. Duty to Halt or Reduce Activity Not a Defense. It shall not be a defense for a Permittee in an enforcement action that it would have been necessary to halt or reduce the permitted activity in order to maintain compliance with the conditions of this permit.
- 4. Duty to Mitigate. The Permittee shall take all reasonable steps to minimize or correct any adverse impact on health of persons or the environment resulting from noncompliance with this permit.
- 5. Proper Operation and Maintenance. The Permittee shall at all times properly operate and maintain all facilities, systems of treatment and control, and related equipment which are installed or used by the Permittee to achieve compliance with the conditions of this permit. Proper operation and maintenance includes effective performance, adequate funding, adequate operator staffing and training, adequate security at the facility to prevent unauthorized access, adequate laboratory and process controls, including appropriate quality assurance procedures. This provision requires the operation of back-up or auxiliary facility or similar systems only when necessary to achieve compliance with the conditions of this permit.
- 6. Duty to Provide Information. The Permittee shall furnish to the Chief within a reasonable time, any information which the Chief may request to determine whether cause exists for modifying, revoking and reissuing, or revoking this permit, or to determine compliance with this permit. The Permittee shall also furnish to the Chief, upon request, copies of records required to be kept by this permit. If the Permittee becomes aware of any incomplete or incorrect information in the permit application or subsequent report(s), the Permittee shall promptly submit information addressing these deficiencies to the Chief.
- 7. Inspection and Entry. The Permittee shall allow the Chief, or an authorized representative, upon the presentation of credentials and other documents as may be required by law to:

- a. Enter upon the Permittee's premises where a regulated facility or activity is located or conducted, or where records must be kept under the conditions of this permit;
- b. Have access to and copy, at reasonable times, any records that must be kept under the conditions of this permit;
- c. Inspect at reasonable times any facilities, equipment (including monitoring and control equipment), practices, or operations regulated or required under this permit; and
- d. Sample or monitor, at reasonable times, for the purposes of assuring permit compliance for any substances or parameters at any location.
- 8. Penalties. Any person who violates a permit requirement is subject to civil penalties, criminal penalties, fines and other enforcement actions under §22-11 and §22-12.
- 9. Signatory Requirements. Only a duly authorized person may sign documents and reports associated with this permit.
 - a. All reports required by this permit and other information requested by the Chief shall be signed as follows:
 - (1) For a corporation, by a responsible corporate officer of at least the level of vice-president;
 - (2) For a partnership or sole proprietorship, by a general partner or the proprietor, respectively; or
 - (3) For a Municipality, State, Federal, or other public agency by either a principal executive or a ranking elected official.
 - b. A duly authorized representative of the official designated in paragraph a above may also sign only if:
 - (1) The authorization is made in writing by a person described in paragraph a. above;
 - (2) The authorization specifies either an individual or a position having responsibility for the overall operation of the regulated facility or activity, and;
 - (3) The written authorization is submitted to, and approved by, the Chief.
 - c. If an authorization under paragraph (b) of this section is no longer accurate because a different individual has responsibility for the overall operation of the facility, a new authorization satisfying the requirements of paragraph (b) of this section must be submitted to the Chief prior to or together with any reports, information or applications to be signed by an authorized representative.
 - d. Any person signing a document under paragraph (b) of this section shall make the following certification: (47 CSR 13-13.11.d). "I certify under penalty of law that I have personally examined and am familiar with the information submitted in this document 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."
- 10. Property Rights. Issuance of this permit does not convey property rights or mineral rights of any sort or any exclusive privilege; nor does it authorize any injury to persons or property, any invasion of other private rights, any infringement of State or local law or regulations, or any exclusive privilege.

- 11. Permit Actions. This permit may be modified, revoked and reissued, suspended, or revoked for cause. The filing of a request by the permittee for a permit modification, revocation and reissuance, suspension or revocation, or notification of planned changes or anticipated noncompliance, does not stay any permit condition.
- 12. Confidentiality of Information.
 - a. In accordance with 47 CSR 13-13.21, any information submitted to the State pursuant to this rule may be claimed as confidential by the submitter. Any such claim must be asserted at the time of submission in the manner prescribed on the application form or instructions, or in the case of other submissions, by stamping the words "CONFIDENTIAL BUSINESS INFORMATION" on each page containing such information. If no claim is made at the time of submission, the State may make the information available to the public without further notice.
 - b. Claims of confidentiality for the following information will be denied:
 - i. The name and address of any permit applicant or Permittee.
 - ii. Information which deals with the existence, absence, or level of contaminants in drinking water.
- 13. Monitoring Reports. Monitoring results shall be reported at the intervals specified elsewhere in this permit,
- 14. Compliance schedules. Reports of compliance or noncompliance with, or any progress reports on, interim and final requirements contained in any compliance schedule of this permit shall be submitted no later than thirty (30) days following each schedule date.
- 15. Other information. Where a Permittee becomes aware that he/she failed to submit any relevant facts in a permit application, or submitted incorrect information in a permit application or in any report to the Chief, he/she shall promptly submit such facts or information.
- 16. It shall be unlawful for any person, unless an authorization has been issued by a groundwater regulatory agency, to deliberately allow crude oil, or any petroleum product derived from crude oil, or seepage, or natural gas, or condensate, or salt water, or any chemical mixture which may impact groundwater quality to escape from any well, pipeline, impoundment, storage tank, treatment unit, or storage container, or be deliberately allowed to flow onto or under the land surface in such a manner that could impact groundwater quality.
- 17. State or Federal Laws. Nothing in this permit shall be construed to preclude the institution on any legal action or relieve the Permittee from any responsibilities, liabilities, or penalties established pursuant to any State or Federal law or regulation.

PART II

A. RECORD RETENTION

Required Records. The Permittee shall retain all records concerning the permitted underground injection well
until three (3) years after completion of any plugging and abandonment. The Chief may require the owner or
operator to deliver the records to the Chief at the conclusion of the retention period.

B. MONITORING REQUIREMENTS

 Samples and measurements taken for the purpose of monitoring shall be representative of the monitored activity. The method used to obtain a representative sample of the fluid to be analyzed and the procedure for analysis of the sample shall be in accordance with test procedures approved under 40 CFR 136.3, unless otherwise approved by the Chief. The Permittee shall identify the types of tests and methods used to generate the monitoring data.

- 2. All environmental measurements required by the permit, including but not limited to, measurements of pressure, temperature, mechanical, and chemical analyses shall be done in accordance with state guidance on quality assurance. All analysis must be performed by a West Virginia certified laboratory.
- 3. Records of monitoring information shall include:
 - a. The date, exact place, and time of sampling or measurements:
 - b. The individual(s) who performed the sampling or measurements:
 - c. The date(s) analysis(es) were performed;
 - d. Individual(s) who performed the analyses;
 - e. The analytical techniques or methods used; and
 - f. The results of such analyses.
- 4. The Permittee shall daily monitor all the casing annuli with pressure sensitive devices or with such a method as approved or required by the Office of Oil and Gas to allow early detection of any leaks from the injection zone or casing. The Permittee shall also monitor injection pressure, volume, and rate daily. This information shall be reported monthly using the Office of Oil and Gas electronic WR-40 Form. Submittal shall be through the current WVDEP Electronic Submittal System (ESS).
- 5. The Permittee shall utilize a pressure recording device capable of both positive and negative pressure reading/recording. The pressure recording device must have an accuracy of +/- 1% of span to continuously record the tubing / casing (3 1/2" x 10 3/4") annulus pressure. Prior to injection, the operator shall note the daily annulus pressure (daily baseline). Any deviation plus or minus 25 psi during injection of the daily baseline annulus pressure shall be considered a MIT failure. Injection operations must cease and the Office of Oil and Gas must be notified in writing if a MIT failure occurs.
- 6. The Permittee shall determine the tubing / casing (3 1/2" x 10 3/4") annulus fluid level (feet below surface elevation) and retain the measurements at the facility office. Should the fluid level rises to within 100' of the lowermost USDW then immediately cease operations and report such findings to the Office of Oil and Gas.
- 7. The Permittee shall sample, analyze and record the nature of all the injected fluid for the parameters listed in TABLE 1 below at the initiation of the injection operation and upon request by the Chief or whenever the operator observes or anticipates a change in the injection fluid.

TABLE 1

-pH	-Manganese
-Specific Gravity	-Total Dissolved Solids
-Barium	-Hydrogen Sulfide
-Specific Conductance	-Sodium
-Iron	-Alkalinity
-Magnesium	-Hardness
-Chloride	-Total Organic Carbon (TOC)
-Dissolved Oxygen	

- 8. Any analysis result of specific gravity greater than 1.2 or any analysis of TOC greater than 250.0 mg/L shall be reported to the Chief within twenty-four (24) hours of the results.
- 9. The Permittee shall maintain a record (manifest) of every load of fluid received. The record shall

include the hauler's name and signature, the operator's name and signature, API number for the well the fluid was collected or the location from where the load was obtained, the volume of the load and whether the load of fluid delivered was a split load. If the load was a split load, each operator's name and location shall be listed and, if possible, the volumes of fluid received from each operator documented. This information shall be maintained on the Class II disposal manifest attached to this permit and maintained at the facility.

- 10. A wellhead pressure gauge shall be installed and maintained on the injection tubing to facilitate inspection and ensure compliance of maximum injection pressures as approved on Oil and Gas Form WR-37. A daily reading of the injection pressure shall be taken and reported on Form WR-40.
- 11. All pipeline(s) from the injection pump to the injection well shall be tested for integrity at least once every five (5) years with the results reported and on WR-37 Form along with the pressure test recording graph/chart and then submitted to the Office of Oil and Gas within thirty (30) days. The pipeline integrity test shall pressurize the injection pipeline(s) to 300 psi for a minimum of thirty (30) minutes, allowing for no more than five (5) percent loss after completion. The Permittee shall notify the Chief of his or her intent to conduct an integrity test of the pipeline(s) no less than twenty-four (24) hours prior to such test. Upon failure of a mechanical integrity test or expiration of the five (5) year mechanical integrity test regulatory period, the Permittee shall cease operation/injection and shut-in the well immediately until successfully repaired, replaced and then tested. Repairs shall be completed by the Permittee and approved by the Office of Oil and Gas. All repairs shall be completed within ninety (90) days of the failure date. If repaired, the well must be re-tested and an updated WR-37 Form must be submitted to the Office of Oil and Gas for approval. Any change made to the pipeline fittings or piping will require integrity testing.
- 12. The Permittee shall conduct a mechanical integrity test of the injection well at a minimum frequency of once every five (5) years per 35 CSR 4-7.7.b. The Permittee shall notify the Chief of his or her intent to conduct a mechanical integrity test no less than twenty-four (24) hours prior to such demonstration. The Permittee must submit a WR-37 Form with each mechanical integrity test along with the pressure test recording graph/chart to the Office of Oil and Gas within thirty (30) days. Upon failure of a mechanical integrity test or expiration of the five (5) year mechanical integrity test regulatory period, the Permittee shall cease operation/injection and shut-in the well immediately until successfully repaired, tested or permanently plugged and abandoned per regulation. Corrective action for repairs shall be completed for approval by the Office of Oil and Gas and be conducted within ninety (90) days of the failure date. If repaired, the well must be re-tested and an updated WR-37 Form must be submitted to the Office of Oil and Gas for approval.
- 13. In addition to the above requirement, a mechanical integrity test demonstration shall be conducted whenever protective casing or tubing is removed from the well, the packer is replaced or reseated, if well failure is likely, or as requested by the Chief. The Permittee may continue operation only if he or she has successfully demonstrated to the Chief the mechanical integrity of the permitted well. The Permittee shall cease injection operations if a loss of mechanical integrity becomes evident or if mechanical integrity cannot be demonstrated.

C. REPORTING AND NOTIFICATION REQUIREMENTS

- 1. Anticipated Noncompliance. The Permittee shall give advance notice to the Chief of any planned changes in the permitted facility or activity which may result in noncompliance with permit requirements.
- 2. Other Noncompliance. The Permittee shall report all instances of noncompliance not reported under paragraphs Part I Section B, and Part II Section C Paragraph 3 of this permit, at the time monitoring reports are submitted. The report shall contain the information listed in Part I Section B of this permit. The Permittee shall report all other instances of noncompliance in writing within ten (10) days of the time the Permittee becomes aware of the circumstances. The reports shall contain the information listed in this permit.
- 3. Planned Changes. The Permittee shall give notice to the Chief as soon as possible of any planned significant physical alterations, additions to the permitted facility, and/or any significant changes planned in the

operation of the facility.

- 4. Cessation of Injection Activity. Any well which is not in use for a period of twelve (12) consecutive months shall be presumed to have been abandoned and shall promptly be plugged by the operator in accordance with the provisions in Chapter 22, Article 6 Section 24 of the West Virginia Code, unless the operator furnishes satisfactory proof to the Chief that there is a bona fide future use for such well.
- 5. Report on Permit Review. Within thirty (30) days of receipt of this permit, the Permittee shall report to the Chief that he or she has read and understands and accepts all terms and conditions of the permit by submitting a signed copy of the Certification Document to the Office of Oil and Gas.
- 6. The owner or operator or person in charge of a facility subject to this rule from which a reportable discharge as described in subsection 3.3 of 35CSR1 occurs shall notify the Office of Oil and Gas by calling 1-800-642-3074 immediately; but in no case, later than twenty-four (24) hours after becoming aware of the discharge.
- 7. Within sixty (60) days of the issuance date of this permit, UIC 2D0390798, the injection fluid shall be sampled for all of the following required baseline parameters: TPH GRO, TPH DRO, TPH ORO, BTEX, pH, Aluminum, Arsenic, Barium, Calcium, Chloride, Detergents (MBAS), Iron, Manganese, Sodium, Sulfate, Total Dissolved Solids, Total Suspended Solids, Total Organic Carbon, Dissolved Methane, Dissolved Ethane, Dissolved Butane, Dissolved Propane, Bacteria (Total Coliform), Specific Gravity and Radiation (NORM). Upon receipt of the laboratory analysis data, a complete copy must be submitted to the Office of Oil and Gas for review.
- 8. Within sixty (60) days of the issuance date of this permit, UIC 2D0390798, all potential drinking water sources (potable drinking water well(s), cistern(s), etc.) and USDWs (Underground Sources of Drinking Water) within the AOR (1/4 mile radius of well 47-039-00798) must be sampled. If no sources are available with the AOR then increase the radius until a representative sample can be taken. Representative background stream samples may be substituted for the USDW sampling if so approved by OOG. The Permittee shall sample for all of the following required baseline parameters: TPH GRO, TPH DRO, TPH ORO, BTEX, pH, Aluminum, Arsenic, Barium, Calcium, Chloride, Detergents (MBAS), Iron, Manganese, Sodium, Sulfate, Total Dissolved Solids, Total Suspended Solids, Total Organic Carbon, Dissolved Methane, Dissolved Ethane, Dissolved Butane, Dissolved Propane and Bacteria (Total Coliform). Upon receipt of the laboratory analysis data, a complete copy must be submitted to the Office of Oil and Gas for review.

PART III

A. OPERATING REQUIREMENTS

- 1. The UIC Permit and all attachments must be kept on location at all times.
- Injection Fluid. The Permittee shall not inject any hazardous substances, as defined by 40 CFR 261, or any other fluid, other than the fluids produced solely in association with oil and gas production operations.
- 3. Any well that penetrates the injection zone with an inactive and/or abandoned status within the permitted Area of Review, that does not have cement casing through the injection zone, shall be monitored immediately by a method approved by the Office of Oil and Gas, as well as properly plug and abandon such wells, as necessary.
- 4. Injection between the outermost casing protecting underground sources of drinking water and the wellbore is prohibited, as is injection into any USDW.
- 5. Corrective Action. The applicant must satisfy the requirement of the Office of Oil and Gas regarding any

corrective action needed on all known wells penetrating the injection zone within the area of review. This must be done in a manner which satisfies the requirements of 47 CSR 13-13.9.

- 6. Loading and unloading stations shall have spill prevention and control facilities and procedures as well as secondary containment. Spill containment and cleanup equipment shall be readily accessible.
- 7. The Permittee shall ensure that secondary containment for existing above ground storage tank(s) shall be adequately designed and constructed to be sufficiently impervious to prevent the released substance from penetrating the containment structure until the release can be detected and recovered, but in no case will that time be less than seventy-two (72) hours.
- 8. The above ground storage tank(s) associated with this underground injection facility shall have secondary containment sufficient capacity to contain 110% volume of the largest tank. Tank batteries or tanks connected in series by manifold, the combined volume of the tanks must be considered if the tanks are capable of simultaneous release. The combined capacity of the tanks connected by manifold shall be considered, unless the tanks are operated in a manner that prevents fluids flowing from one tank to another under any conditions.
- 9. Above ground tanks connected in series by manifold shall utilize a system where valves are closed and locked to isolate tanks when their combined volume exceeds the secondary containment capacity. At no point in time shall the combined volume be accessible through the manifold system exceed the capacity of the secondary containment without someone being on site to monitor.
- 10. Pumps and ancillary equipment (e.g. valves, flanges, filters, condensate lines and instrumentation) handling materials that have the potential to contaminate groundwater shall be selected and installed to prevent or contain any spills or leaks.
- 11. Sumps containing materials which have the potential to contaminate groundwater shall be designed, constructed, and operated utilizing leak detection or secondary containment, or other appropriate controls that are capable of preventing groundwater contamination.
- 12. No third party haulers shall be permitted without approval by the Office of Oil and Gas. For approval, the Permittee shall designate by letter to the Office of Oil and Gas, any third party hauler proposed to be used for the transportation of fluids to the facility. The third party hauler may not commence transportation of fluids to the facility until approved by the Office of Oil and Gas.
- 13. Facility Security. The gate on the access road to the site shall be closed and locked at all times when there is not a company representative at the facility. All valves, water drains, containment areas, and storage areas shall be secured and locked utilizing locking devises and/or plugs. During the life of this permit all gates and access points shall be secured and locked while no representative is at the facility. All visitors must check in upon arriving at the facility. Haulers (if used) shall not be allowed to off load without the proper paperwork and documentation.

B. PLUGGING AND ABANDONMENT

- 1. Any well which is not in use for a period of twelve (12) consecutive months shall be presumed to have been abandoned and shall promptly be plugged by the operator in accordance with the provisions of Chapter 22, Article 6, of the West Virginia Code, unless the operator furnishes satisfactory proof to the Chief that there is a bona fide future use for such well.
- 2. Prior to well plugging, the Permittee shall apply for and receive a plugging permit from the Office of Oil and Gas to plug and abandon the well in accordance with an approved plugging and abandonment plan.

- 3. Plugging and abandonment shall be conducted in a manner to prevent movement of fluids into or between USDWs (underground sources of drinking water).
- 4. Pursuant to Legislative Rule 47-13-13.7.f, the Permittee's plugging and abandonment plan shall be incorporated into the UIC permit. See Attachment 1.

PART IV

A. SITE SPECIFIC CONDITIONS

- 1. Appendix A: Specific operational conditions.
- 2. Appendix H: Groundwater Protection Plan (GPP) The GPP shall be maintained and updated as necessary to protect groundwater quality.
- 3. Appendix I: Requirement for Financial Responsibility to plug/abandoned an injection well.
- 4. Attachment 1: Plugging and Abandonment Plan.
- 5. Attachment 2: Site/Facility Diagram.

APPENDIX A

1) GEOLOGIC TARGET FORMATION Big Lime (Greenbrier Limestone)
Depth 1,531 Feet (top) 1,613 Feet (bottom)	
2) Estimated Depth of Completed Well, (or actual depth of existing well): 1.613 Feet	
3) Approximate water strata depths: Fresh 124 Feet Salt 1,143, 1,153	Feet
4) Approximate coal seam depths: None	
5) Is coal being mined in the area? Yes No _X	
6) Virgin reservoir pressure in target formation570 psig Source Treatment Record	
7) Estimated reservoir fracture pressure 935	psig (BHFP)
8) MAXIMUM INJECTION OPERATIONS:	
Injection rate (bbl/hour)30	
Injection volume (bbl/day) 720	
Injection pressure (psig) 0 (Gravity feed)	
Bottom hole pressure (psig) 742	
9) DETAILED IDENTIFICATION OF MATERIALS TO BE INJECTED, INCLUDING ADDITIVES	
Brine fluid	
Temperature of injected fluid: (°F) 70	
10) FILTERS (IF ANY) 10 mil to none	
11) SPECIFICATIONS FOR CATHODIC PROTECTION AND OTHER CORROSION CONTROL	
None	

APPENDIX A (cont.)

12. Casing and Tubing Program

TYPE	<u>Size</u>	New or Used	Grade	Weight per ft. (lb/ft)	FOOTAGE: For Drilling	INTERVALS: Left in Well	CEMENT: Fill- up (Cu. Ft.)
Conductor	16"			55	44	44	
Fresh Water	13 %"			48	569	569	
Coal							
Intermediate 1	10 ¾ "			35.75	1,563	1,563	
Intermediate 2							
Production							
Tubing	3 ½"			8.7	1,615	1,615	
Liners							

ТҮРЕ	Wellbore Diameter	<u>Casing</u> <u>Size</u>	<u>Wall</u> <u>Thickness</u>	Burst Pressure	Cement Type	Cement Yield (cu. ft./k)	Cement to Surface ?
Conductor							
Fresh Water							
Coal							
Intermediate 1							
Intermediate 2							
Production							
Tubing							
Liners							

Packers

	Packer #1	Packer #2	Packer #3	Packer #4
Kind:	Anchor Packer			
Sizes:	10 ¾" x 3 ½"			
Depths Set:	1,591′			



APPENDIX H

GROUNDWATER PROTECTION PLAN

Facility Name: Ba	se Petro	pleum Jones #A-2 SWD			
County: Kanav					
Facility Location:					
Postal Service Add	iress:	Historicalism cross of the Postatics Weterated			
Latitude and Long	itude:	37.564137 / -81.559247			
Contact Information	on:		***		
Person: John W	ilcox				
Phone Number:	304-75	56-2827			
E-mail Address:	jhnwil	cox@aol.com			
Date: 8/23/14	 -	-			1
1. A list of all ope	erations	that may contaminate the grou	mdwater.		
Contracting are in Appendix G in approximately 3	able to nto a si 30 feet 1	oint where tanker trucks op dump produced fluids from ngle 100 bbi. storage tank. to the sait water disposal we dures and facilities used to pr inant sources above.	n various wells Floids are the ell. Fer south	s as indicated in pumped UISH and or there is not SEN 3/25/16	speaking a pum
tank battery and the absorbent pads to would be contained 6,283 gallons of sto required capacity b	e second collect ar I in the si trage cap y law. Ar	nto the site to the transfer point wany containment. The transfer point want of transfer point of transfer. Any condary containment. The secondary containment. The secondary which is significantly more in trustration of the secondary contained and passed all require conducted and passed all requires.	int has a plastic to the breaks in the breaks in the dary containment then the 4,400 great the provincent is provincent in the brown the	ub lined with ne transfer nt provides allons of Ided.	
		sed when designing and addin		•	
No new equipm	ent or c	perations are anticipated fo		MON OR SOL	. 01
			W	V Departme V Departme	Olection
		healthy enviror	Env!	OULIBITION	q õ p

4. Summarize all activities at your facility that are already regulated for groundwater protection.

UIC regulations are applicable to the disposal well and oil and gas laws and regulations are applicable to all associated operations.

5. Discuss any existing groundwater quality data for your facility or an adjacent property.

Little information exists for the general area due to the lack of water supply wells. Historical information and limited water samples from the area indicate fair water quality due to typical higher Iron concentrations that exist throughout many areas of the state.

6. Provide a statement that no waste material will be used for deicing or fill material on the property unless allowed by another rule.

No waste material will be used for deicing or fill material on the property.

7. Describe the groundwater protection instruction and training to be provided to the employees. Job procedures shall provide direction on how to prevent groundwater contamination.

Kermit Tyree Contracting currently operates this well for Base Petroleum Inc. and will provide employees instruction and training in the recognition and prevention of groundwater contamination and the potential sources of contamination on quarterly basis. Employees will be trained on proper procedures for filling tanker trucks at the producing well locations in order to eliminate contamination at other sites as well as transportation of those fluids. Once the tanker truck enters the disposal facility, employees will be given instruction as to the proper procedures for connecting to the transfer station and pumping of the fluids into the storage tanks. Employees will be instructed on measures to be taken in the event of a spill and will be provided with ENED contacts for the reporting of any spills will be provided to all employees on and instruction and training for employees will be updated as conditions and requirements change. WV Department of

Promoting a healthy environment.

Environmental Protection

8. Include provisions for inspections of all GPP elements and equipment. Inspections must be made quarterly at a minimum.

Representatives for Base Petroleum will conduct quarterly inspections using the attached form. Employees will visually inspect the bank for any signs of material damage or leakage. Any pipelines will be walked and was vacually inspect one same nor any signs or missioned containing or mission. Any papers was the washed and checked for leeks. All transfer points and house associated with the disposel well will be checked for flaws or areas of weakness. Secondary containment berms will be checked for any signs of weakness and any standing water will be removed. The filter will be checked and cleaned if necessary. Any findings of possible contamination will be noted on the inspection form and the remedial measures to address these concerns will be documented on the inspection form. All inspection forms will be maintained at Base Petroleum's office for a minimum of three years. Mechanical integrity test will be conducted every five years.

Signature: Sale Bullege

Date: 10/31/14

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WV Department of Environmental Protection

APPENDIX I

Requirement for Financial Responsibility to Plug/Abandon an Injection Well

То:	WV Department of Environmental Protection
	Office of Oil and Gas 601 57th Street, SE
	Charleston, West Virginia 25304-2345
	ATTN: Underground Injection Control Program
From:	John B. Wilcox
	Base Petroleum Inc.
	100 Wilcox Farm Lane
	South Charleston, WV 25309
Date:	August 7, 2014
Subject:	Underground Injection Control (UIC) Permit Application # UIC200390798
	Requirement for Financial Responsibility
	in financial responsibility and resources to close, plug, and abandon d injection wells(s) in a manner prescribed by the Chief of the Office
Name:	John B. Wilcox
Signature:	John B Vileox
Date:	7/7/14

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Promoting

Attachment 1

Base Petroleum
Plugging Procedure
47-039-00798 Jones # A-2 Disposal Well

Rig up the rig

Pull the 3" tubing from the hole remove the packer

Pull the 10 %" casing from the hole

Run 2 3/8" tubing in the hole to 1,500'

Gel the hole

Cement from 1,500' to 1,300'

Cement from 1,100' to 1,000'

Cement from 700' to 600'

Cement from 500' to 400'

Pull the tubing from the hole

Free point and cut the 13 3/8" casing @500'

Pull the 13 3/8" casing from the hole

Run tubing to 500'

Cement from 500' to 400'

Cement from 100' to surface

Pull the 16" conductor casing from the hole

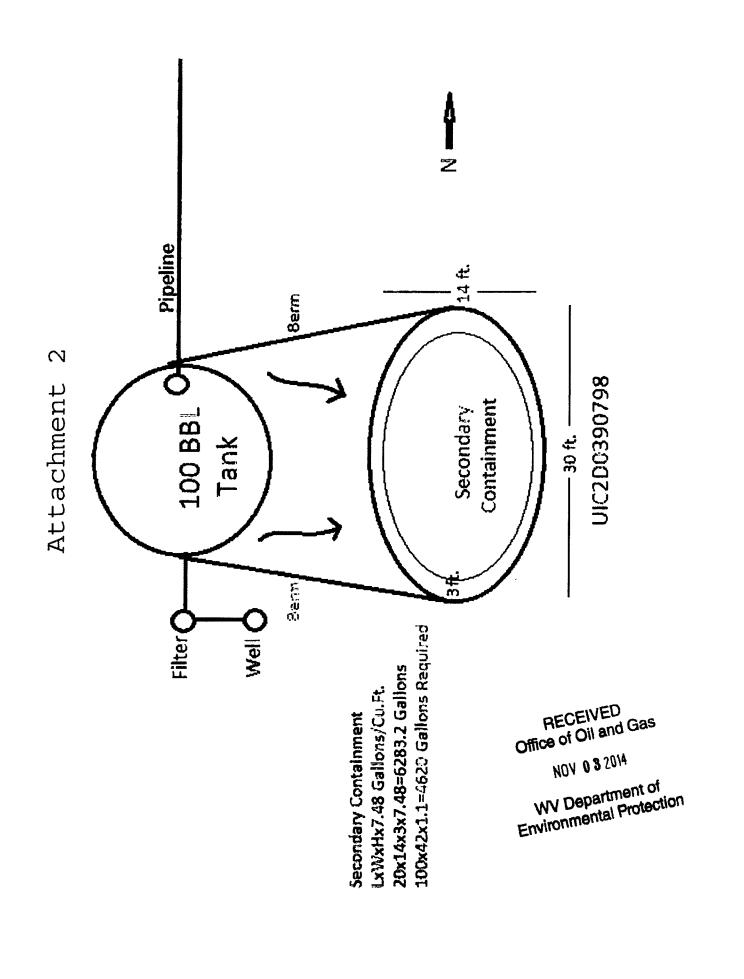
Top off the hole with cement to the surface

Erect a monument with the API number attached

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WV Department of Environmental Protection



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Class II Manifest

UIC#_

*I hereby certify that the contents of this shipment are Class II fluids that were brought to the surface in connection with oil or natural gas production.

	Τ	Γ	1	Т	Г	Г	т-	Т	Т	Т	Г	Т	Г	<u> </u>	T	П	Г	1	ī	ī	Г	Г
Date																						
Was the Load Split (Y/N)																						
Volume of Load (Barrels)																						
API or Other																						
*Signature																						
Receiver's Name																						
*Signature																						
Hauler' Name *Signature																						

Make as many copies of the document as necessary to comply with the UIC permit.

Page numbers should be maintained sequentially to provide an adequate record.

RIGHT OF APPEAL

Notice is hereby given of your right to appeal the terms and conditions of this permit of which you are aggrieved to the Environmental Quality Board by filing a NOTICE OF APPEAL, on the form prescribed by such Board for this purpose, in accordance with the provisions of Section 21, Article 11, Chapter 22 of the Code of West Virginia within thirty (30) days after the date of receipt of this permit.

Underground Injection Control Permit

CERTIFICATION DOCUMENT

West Virginia Department of Environmental Protection Office of Oil and Gas

Permit Id: 2D0390798

Permit Name: Base Petroleum, Inc.

In accordance with Part II, Reporting and Notification Requirements, I hereby certify that I have read and am personally familiar with all the terms and conditions of this permit.

I understand that the underground injection of any waste streams other than those provided for in this permit is strictly prohibited. I understand that failure to pay the Annual Permit Fee or any other associated fees required by West Virginia Code, Chapter 22, Articles 11 and 12 shall be cause for revocation of this Permit. I further understand that reporting is required, and noncompliance with the terms of this permit will be cause for revocation of the permit and subject me to significant penalties including the possibility of fines and imprisonment.

S	ignature
Name and Title (Type	or Print)
	Date