

INDIANA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL AND GAS
402 W. Washington St., Rm. 293
Indianapolis, IN 46204
Telephone number: (317) 232-4055
Fax number: (317) 232-1550
http://www.in.gov/dnr/dnroil



	FOR STATE USE (ONLY			
Application number 050937	Permit number 5176 C)	Date received (month	h, day, year) 22	
Date approved (month, day, year)	Approved by		recei	22 ved again	2/16/24
IGS identification number 162431 IGS	samples Yes 🔀 No	IGS pool nar	sand-for	rd	
PARTI	GENERAL INFORM	MATION			
Name of operator Keyrock Energy, LLC		· ·	none number 18) 443 -8753	Fax number	_
Address of operator <i>(number and street or PO E</i> 207 E. <mark>Main St., Suite 2-D, PO Box 2223</mark>	Box) (Check here if this is a new ad	ddress)			
City Johnson City		State TN		ZIP code 37605 _	
Send permit to <i>(Enter name and address)</i> Keyrock Energy: PO Box 2223, Johnson C	ity, TN, 37605	(61	none number 8) 443 -8753	Fax number	_
Check here if you would like to h	ave the permit sent via FAX	or email. Em	ail address:	man @ Ken	14 CHENCE
Applicant is (Check one only)	dividual	Partnership Corporation		corporation partnership	
NOTE: Corporations, limited partners further information about registration					te. For
☐ Surety bond ☐ Blanket bond ☐ Certificate of deposit ☐ NOTES: A bond must accompany the division or is exempt from bonding Certificate of Deposit form must accompany the division or is exempt from bonding Certificate of Deposit form must accompany the division or is exempt from bonding Certificate of Deposit form must accompany the division or is exempt from bonding Certificate of Deposit form must accompany the division of Deposit form must accompany the	under IC 14-37-6-1. All bond	-37-6-1 perator has a ds must be or	valid blanket bon iginals and an or	d on file with	ation of
wells is \$2,500 and for blanket bond				incroi individ	uu.
Well type (Check one only) ☑ Coal Bed Methane - Check the ☐ Non-Commercial Coal Bed Met ☐ Form A12 - Coal Owner's and C ☑ Form A14 - Coal Owner's Conse ☐ Notices of Intent to Apply for a C Proof of Service to Coal Owner and Coal ☐ Notice of Intent to Survey with Pr ☐ Well Stimulation Plan; OR ☐ Horizontal Drilling Plan (If application of Plugging Plan for Horizontal Well ☑ Statement of Protection of Coal form	thane - Check the boxes below oal Lessee's Consent Forms (Cent Form (Coal is not leased), BM permit and Affidavit of No Wall Lessee if no Consent Forms a coof of Service to Surface Owner Well will not be stimulated, able), I (If applicable).	beside items thoal is leased), /aste of Coal R re attached (Ser (Required for	esources or Miner les Application Remevery application),	Endangerment	
Application type (Check no more than two New well Old well workover Old well deepening Horizontal well sidetracking Conversion Change of location	☐ Change of operator and drilling unit bounda checked) ☐ Permit renewal (Corapplication type is also	ries, only unle mplete PARTS checked) ee is required	ss another applications and VI only u	ntion type is all	4
Fee Payment Method:	☐ Credit Card (Attach cred	dit card inform	ation on separate	page or provi	dex Gas
Former operator (<i>If applicable</i>) Vessels Coal Gas, Inc			Former Permit num 51760	ber (If applicable)

PART II			SURFA	CE LO	CATION	AND L	EASE INFORM	MATION		
Name of leas	se						Well number		Elevation (0	Э.L.)
Ray							#1		624.8	
Township	Range	Land type s	ection	1/4	1/4	1/4	Footages:	330 ft. from 🗸	N,	iW,
13N	10W	Land numb	per: 33			NE		2,115 ft. from ✓		
County										
Vigo								eet		
	Drilling unit acreage (Check one only)						ooled)			
☐ 40 ac		Evennt eer		2001	d-see	c/12/2	A NOTE: Att	ach a copy of the unit a	arcoment o	
✓ Othe		Exempt acre						6.5	_	
			etition for exc	ериоп а	na suppor			of pooling. If previous	-	
doca	ımentatio	11)				AMF 8/21/2	dentity the	permit number under	wnich it was	ť
		Ι_					Submitted.	Permit No.		
Lease acre	age							ed methane in and und		
00								hown on the attached		
80	Acres							drill and produce coal	bed methan	e under this
	71							I date of execution.		
∐ Yes Ŀ	✓ No	Does this a	application inc	lude a N	lotice of In	tent to S	Survey and proof	f of delivery to the surf	ace owner?	
PART III				PROP	OSED W	FLL CC	ONSTRUCTIO	N		
I AIXI III		Chaola bara	and go to DA				A STATE OF THE RESERVE THE RES	e construction will n	ot change	
Enter casin								e rows for a casing stri		e set using mult
cement stag		iroiii largest t	o sinanest and	a criter ti	ic comone	mormati	on on successive	o rows for a dasing stri	ig that will b	s oot doing mak
		Casing	Informatio	n				Cementing Info	rmation	
Casing	(Casing	Casing	Casin	g Ho	le	Cement Ty	pe Cement	Volume	Cement
Size (OD		Туре	Bottom	Top	Siz	е		Volume	Type	Yield
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Packer setting depth ft.										
per original construction 9/6/24 AMPR					100 11.					
	acker setting depth it. Casing perforated		ated F	rom	ft. to	f	t.			
Packer se	etting de	otn	ft.			F	rom	ft. to	f	t.
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						F	rom	ft. to		t.
DARTIN DRILLING AND ODERATIONAL INFORMATION										
PART IV DRILLING AND OPERATIONAL INFORMATION Section a All Wells										
Declination type (Check one only) Note: For Directional & Horizontal wells the surface spot and										
✓ Vertical ☐ Directional ☐ Horizontal termination point of the well must be shown on the survey.										
Proposed total vertical depth 529 feet (All wells) Proposed measured length feet (Horizontal wells only)										
Name of deepest formation to be drilled Coal III Seelyville										
Name of deepest coal seam targeted Coal III Seelyville										
☐ Pool (Name): Or 🔀 Wildcat										
NAMES AND MAILING ADDRESSES OF THE SURFACE OWNER, COAL OWNER(S), COAL LESSEE(S):										
Type Red	cipient	Name			Address			City	State	Zip code
Surface O		Charles Ray	y Jr	1650 Darwin R		win Rd		West Terre Haute	IN	47885
Coal Own		Charles Ray			1650 Dan			West Terre Haute	IN	47885
Coal Less		N/A	, UI		. coo bar			77000 TOTTO FIGURE	,	
Coal Own		The Address of the Control of the Co	-Charles Lee	Mpgr	1302 Fac	t Lamhri	ght Street	Tampa	FL	33604
Coar Own	CI	LIKL LLO		wirigi	TOUZ Las			ranipa	1 -	30004
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						ΛΙ	IG 0 0 202/		1	1

Continued on the next page

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APR 1 2 2023

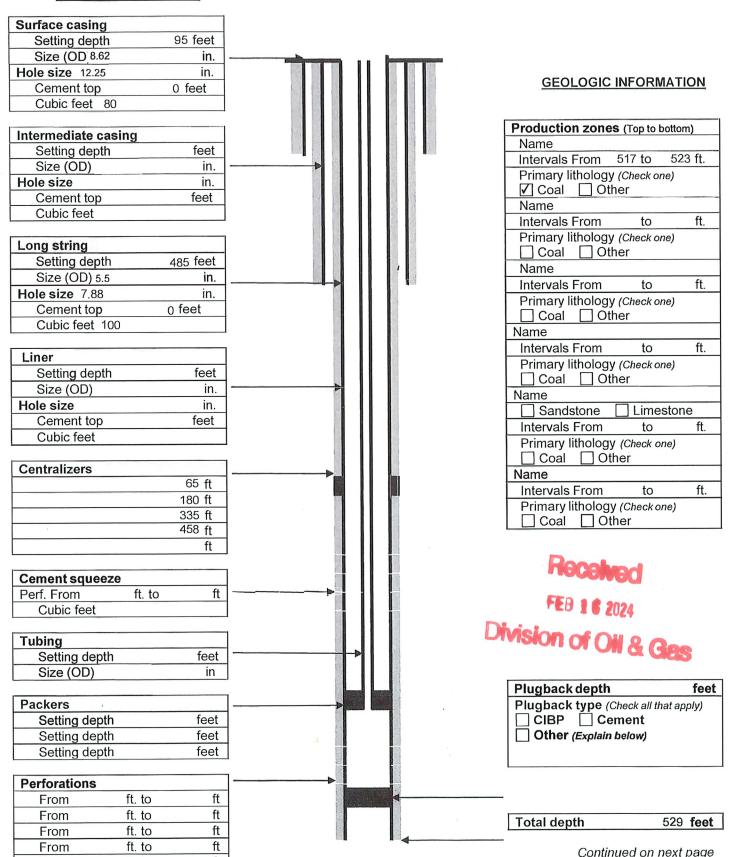
Division of Oil & Gas

PART V

PROPOSED WELL DIAGRAM

NOTE: This diagram is required for Coal Bed Methane wells.

WELL CONSTRUCTION



PART VI	AFFIRMATION	地震的影响的影响。			
I affirm under penalty of perjury that the information provided in this application is true to the best of my					
knowledge and belief.					
Typed or printed name of operator or authorized agent					
Bruce Horman		¥			
Signature of operator or authorized agent		Date signed (month, day, year)			
() b = - t/-		2/8/2024			

SPECIAL REQUIREMENTS

- 1. Incomplete applications will be returned to the operator without being processed.
- 2. Only those individuals whose signatures appear in PARTS V and VI of the Organizational Report may sign this form
- 3. The name of the operator on this application and the name of the principal on the bond **must** be identical.
- 4. If you are applying for a Change of Operator permit you are certifying that you have conducted a good faith search for the current operator and said operator could not be located.
- 5. If you are applying for a new well permit, do not forget to include the **Notice of Intent to Survey** and proof of service required under IC 32-23-7-6.5 that must be sent to the surface owner at least five (5) days prior to entering onto the property for the purpose of surveying the well location. An example of the notice is available on the division's website under Publications/Notices and Examples.

APPLICATION REMINDERS

PART I:

- Enter the name of the operator exactly as it appears on the Organizational Report.
- If you want to have a copy of the permit certificate faxed to you please check the appropriate box.
- Don't forget to register with the Indiana Secretary of State if you will operate as a Corporation, Limited Liability Company or Limited Partnership.
- Don't forget to attach the \$250 permit fee.
- If a Certificate of Deposit is selected as the Bond Type, don't forget to attach the original CD and original Verification of Certificate form.
- Check **all** of the appropriate boxes under Well Type to indicate which attachments are being submitted with this application. Required attachments MUST be included with the application or it will not be processed.
- If no Coal Owner and Coal Lessee (if coal is leased) consent forms are attached and if there is no copy of a
 written agreement that specifies other terms of notification of the operator's intent to drill a well for coal bed
 methane, the operator must send a Notice of Intent to Apply for a CBM Permit to the Coal Owner and Coal
 Lessee and submit a copy of the notice along with proof of service and an Affidavit of No Waste of Coal Resources
 or Miner Endangerment must accompany the application. An example of the Notice of Intent is available on the
 division's website under Publications/Notices and Examples.
- The Horizontal Drilling Plan and Plugging Plan for Horizontal Well must be submitted only if the proposd well declination is horizontal.
- If the proposed well will be stimulated, a Well Stimulation Plan must be submitted. Otherwise, check the box indicating that the well will not be stimulated.
- The Statement of Protection of Coal for Future Underground Mining must demonstrate that commercially minable coal outside of the coal bed methane production area is adequately protected for future underground mining.
- Examples of the required notices and affidavits may be found on the division's website under Publications Notices and Examples.

PART II

- For this proposed coal bed methane well, be sure to indicate the distance to the nearest well capable of production from the same formation for which this permit is to be issued and make sure you check the rule requirements on well spacing to avoid placing the well an insufficient distance from an existing well.
- If you check the communitized box you must attach a copy of the pooling agreement or specify the permit number for the well under which the pooling agreement was previously submitted.
- If you check the Other box under the Drilling Unit section make sure to attach a copy of the exception.
- You must indicate that you own or control all of the coal bed methane within the proposed drilling unit before a permit can be issued. If you do not own or control all of the coal bed methane within the proposed drilling unit you must describe the basis upon which you claim the right to drill and operate a well for coal bed methane production.

PART III

• This part is used by the division to determine if your proposed well construction will meet the rule requirements. Please be sure to enter all information about the proposed construction so that it can be evaluated accurately.



47807

Received

500 S 9th St, Terre Haute, IN

Address (Speet or PO, City, State, Ap)

JUN 1 5 2022

Received

812-238-9731

APR 1 2 2023 Division of Oil & Gas



FEB 1 6 2024

Division of Oil & Gas

APR 1 2 2023

× 哈 PRCL3454829@VIGO.IN.US 84013320001000025 UDXF5276_FOLYGON WEST TERRE HAUTE VIGO COUNTY Parcel Boundaries of Indiana Current LEIBER PL 54522 JIN.99v Home 3,644,984 records source_detesetid source_originator source_feature.d source_detadesc state_percel_id ord_nguid prop_state € Zoem to percel ld pps_dord prop_city prop zip locel_id

EXHIBIT A

Ray Surface ownership

ACRES

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27.15

80.00

18.00

17.00

5.97

20 AT

20.00

37.00

0.46

21.33

287.20

84-01-28-400-001.000-025

84-01-28-400-002.000-025

KAN J 84-01-33-700-001 000-025 84-01-33-400-010.000-025

84-01.33-400-012.000-025 84-01-34-100-003,000-025 Syphace

SARDAL W.

84-01-34-200-001.000-025

84-01-34-200-002.000-025 84-01-34-200-006.000-025

84-01-34-200-007.000-025

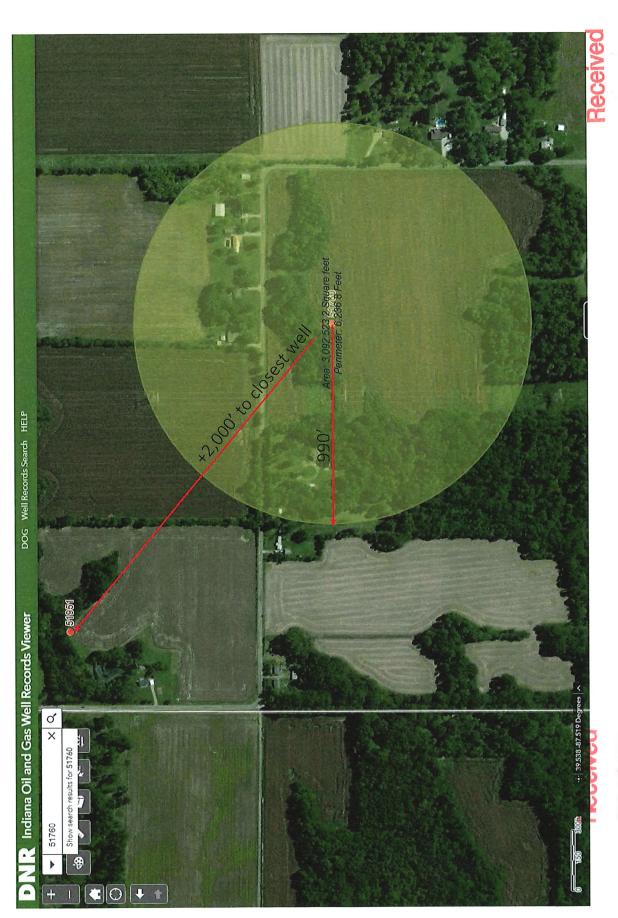
84-05-04-200-007,000-021

Received

Division of Oil & Gas

Division of Oil & Gas

Received



FEB 1 6 2024

Rosales, Alicia M

From:

Bruce Horman

bhorman@keyrockenergy.com>

Sent:

Monday, May 13, 2024 4:28 PM

To:

Rosales, Alicia M

Cc:

Hernly, Beth

Subject:

RE: Ray #1 / Ray Carlson?

Attachments:

20240513-2020-25.7736203.mp4

**** This is an EXTERNAL email. Exercise caution. DO NOT open attachments or click links from unknown senders or unexpected email. ****

Hello Alica,

I opened the Ray 1 Video and clipped a portion of the collapsed roof in the Shale above the Seelyville coal, the short video is attached and a still picture in this email body. It may have collapsed sometime after they drilled the hole. I have seen this on more than one occasion. I hope this helps, please contact me with any questions.

Received

MAY 1 3 2024



Best Regards,

Bruce Horman

Development and Engineering Manager

Keyrock Energy

20227 Thorn Rd

Thompsonville, IL 62890

618-443-8753

bhorman@keyrockenergy.com

From: Rosales, Alicia M <ARosales@dnr.IN.gov>

Sent: Tuesday, April 2, 2024 12:34 PM

To: Bruce Horman

 bhorman@keyrockenergy.com>

Cc: Hernly, Beth

Subject: RE: Ray #1 / Ray Carlson?



Received



INDIANA DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL AND GAS

402 W. Washington St., Rm. 293 Indianapolis, IN 46204 Telephone number: (317) 232-4055 Fax number: (317) 232-1550 http://www.in.gov/dnr/dnroil



Date receiv	Date received (month, day, year) Date approved (month, day, year)			Approved by:			
)		L	•	-			
PART I		COAL	OWNER INFORMA	ATION			
Name of coal owner Charles H Ray Jr			u a				Telephone number () -
Address of 1650 Darwin	coal owner (number and s Rd.	street or PO Box)					
City West Terre Haute			State Indiana			ZIP code 47885_	
PART II		PROPERT'	Y AND COAL SEAN	INFORM	MATION	Fig	
Parcel num	ber		Coal seam(s):			Acres	
	84-05-10-100-006.000-	021	Seely	/ville			39.75
Township 12N	Range 10W	ange Land survey type 10W Land survey number:		Section 10 County Vigo			
Parcel number 84-01-33-200-001.000-025		Coal seam(s): Seelyville		Acres 80			
Township 13N	Range 10W	1	Land survey type County Land survey number: Section 33		y Vigo		
Parcel num	ber		Coal seam(s):			Acres	
Township	wnship Range Land survey type Land survey numbe				Count	у	
PART III AFFIRMATION AND SIGNATURE							
						E. Torki	
given my coll have not I	rsigned, affirm that I am onsent to the extraction leased the coal for the laste of the commercially	of the coal bed nourpose of coal m	nethane from said co ining and I acknowle	oal by Energy	ock , LLC •		
Signature of coal owner Date signed (month, day, year)							
Ande	of coal owner H J H J Z ited or typed) Charles		60	1-08	- 202	4	
Name (prin	nted or typed) Charles	H. Ray Jr.	•				

FOR STATE USE ONLY





INDIANA DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL AND GAS

402 W. Washington St., Rm. 293 Indianapolis, IN 46204 Telephone number: (317) 232-4055 Fax number: (317) 232-1550 http://www.in.gov/dnr/dnroil



		FOR STATE USE ONL				
Date receiv	Date received (month, day, year) Date approved (month, day, year)			Approved by:		
PARTI		COAL OWNER INFORMA	ATION			
Name of co	al owner Charles Lee Manager	Telephone number				
	coal owner (number and street ambright Street	or PO Box)				
	ambright Streèt 					
City Tampa			State FL	ZIP code 33604_		
			L			
PART II		PROPERTY AND COAL SEAN	I INFORMATION			
Parcel num	ber 84-05-10-100-006.000-021	Coal seam(s): Seely	vville	Acres 39.75		
Township	Range	Land survey type		County		
12N	10W	Land survey number:	Section 10	Vigo		
Parcel num	ber	Coal seam(s):		Acres		
	84-01-33-200-001.000-025	Seely	yville	80		
Township 13N	Range 10W	Land survey type Land survey number:	: Section 33	County Vigo		
Land survey number. Section 33 Vigo						
Parcel num	ber	Coal seam(s):		Acres		
Township	Range	Land survey type		County		
	Land su		:			
PART III		AFFIRMATION AND SIG	NATURE			
	and a firm that I am the			and manage(a) and that I have		
i, the under	rsigned, aπirm that ι am the onsent to the extraction of t	e owner of the right to the coal on t the coal bed methane from said co	ine above describ oal by Energy L.C.	bed parcel(s) and that I have		
I have not I	leased the coal for the purp	ose of coal mining and I acknowle		overy of coal bed methane may		
result in wa	aste of the commercially min	nable coal resources.				
1 0:						
Signature of coal owner Date signed (month, day, year)						
Nome (nuin	atad or typod)					
ivame (<i>prin</i>	nted or typed) Charles B. L.	ee				

Received

JUL 2 9 2024

NOTICE OF INTENT TO APPLY FOR A Coal Bed Methane Well Permit

Keyrock Energy, LLC, 207 E. Main St., PO Box 2223, Johnson City, TN 37605, intends to submit to the Division of Oil and Gas an application for a permit to drill and construct a well to be used for the production of Coal Bed Methane. The well will be located 330 feet from the N line, 2,115 feet from the E line, NE quarter, in Section 33, Twp. 13N, Rng. 10W, Vigo County, Indiana.

The subject well, Ray #1, is intended to produce coal bed methane from the Seelyville Coal Seam at an approximate depth of 517 feet.

Written comments and objections to the issuance of a permit for this well based on the premise that the well will result in waste of a commercially minable coal or that the well will endanger the health and safety of miners must be submitted to the Division of Oil and Gas within thirty (30) days of the receipt of this notice and should be mailed to:

Division of Oil and Gas
Department of Natural Resources
Attn: Technical Services Section
402 W. Washington Street, Rm. W293
Indianapolis, IN 46204-2748

After the application is submitted, you may obtain a copy of or further information about the application by contacting the division at (317) 232-4055. The submitted application will be made available for review at the above address from 8 A.M. to 4:30 A.M. EST, Monday through Friday, or on the division's website at: www.in.gov/dnr/dnroil.

Optional: I acknowledge that I have r permit.	eceived this notice of intent to apply for a coal bed methane wel
Print Name	
Signature	- Date
Address	

City, IN Zipcode

Received

5 2024

Division of Oil & Gas,

Received

OCT 11 2022

AFFIDAVIT

In accordance with IC 14-37-4-8.5(d), Keyrock Energy, LLC, 207 E. Main St., PO Box 2223, Johnson City, TN 37605, hereby certifies that the proposed well – Ray #1– located in Section 33, Twp. 13N, Rng. 10W, Vigo County, Indiana is intended to produce coal bed methane from the Seelyville coal which has an average thickness of five feet at an approximate depth of 517 feet. The proposed well is located approximately within the original permitted boundary of the Green Valley Coal Mine, an existing, abandoned, and reclaimed, underground coal mine operation. The owner of the coal, EYRL, LLC, does not have experience in the underground mining of coal. The existing well was previously used for Coal Bed Methane Production. No horizontal drilling, no acidizing, and no fracturing of any kind will take place at the Ray #1 well. Keyrock Energy, LLC hereby states that this existing well enters the works of an abandoned coal mine. There are no miners underground, and no possibility of miners going underground. The coal was extracted via room and pillar mining, thus Keyrock Energy's activities will have no impact on the commercially minable coal resource.

This affidavit accompanies the notice of intent to apply for	a Coal Bea Wethane Well Permit.
For Keyrock Energy, LLC:	
Toe Lave	
Print Name	9-16-2022
Signature	Date

Received

OCT 3 2022

Division of Oil & Gas

FEB 1 6 2024

Division of Oil & Gas

STATEMENT OF PROTECTION OF COAL FOR FUTURE UNDERGROUND MINING

In accordance with IC 14-37-4-8(d)(4), Keyrock Energy LLC declares that commercially minable coal outside of the coal bed methane production area that contains the proposed coal bed methane well, Ray #1, is protected for future underground mining for the following reasons:

No hydraulic fracturing will be performed on the Seelyville coal that will be used for coal bed methane production.

The proposed well is at least 500 feet (or the estimated or calculated fracture half length) inside of the outside boundary of the coal bed methane production area.

The proposed well is not being drilled horizontally within the coal seam.

Other: The Seelyville Coal has already been removed as a minable resource. No actions on behalf of Keyrock Energy will physically alter the remaining portions of the Seelyville Coal Seam as per J. Jane 10/11/22 AMR

Joe Lane

Print Name

Signature

9-16-2022

Date

Received

OCT 3 2022



KEYROCK ENERGY LLC

August 27, 2024

Via Email: ARosales@dnr.lN.gov

Indiana Department of Natural Resources

Division of Oil & Gas Attn: Alicia M. Rosales

402 West Washington St., Room 293

Indianapolis, IN 46204

Re: Ray 1 Well Vigo County, IN

Dear Ms. Rosales:

This letter supplements Keyrock Energy's Application for Coal Bed Methane Well Permit.

Our objective is to drill and complete the well as outlined in the application to access methane in the mine void, after accessing testing of the gas flow and quality will take place. The review of these results will help guide us in its use. The gas volume, purity and economic feasibility will guide us as to whether it can be sold into the pipeline, used to make electricity, or flared.

The gas will be monitored through our metering instrumentation unit, tracking flow and composition. Also, A PLC based SCADA system will give us 24/7 monitoring capabilities, connected to a call center that will alert our staff 24/7 if any issues arise. For security and safety, a 24-hour live view surveillance camera system will also be present to monitor the site.

This gives us the information needed to pay the mineral owner their royalty and the State of Indiana severance tax. Allowing the current stranded gas in the mine void to be commercialized, so no waste of Indiana's natural resources will take place.

Respectfully,

Joe Lane

Permitting Compliance Mgr. Keyrock Energy, LLC 207 E Main St., Suite 2-D Johnson City, TN 37604

Received

SEP 0 4 2024

Division of Oil & Gas

