



pennsylvania

DEPARTMENT OF ENVIRONMENTAL PROTECTION
NORTHWEST REGIONAL OFFICE

March 28, 2012



Re: Associated to Complaint No. 276776
Act 223, Section 208 Determination
Hickory Township, Forest County

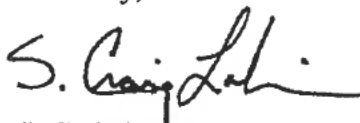
Dear 

In association to this complaint filed in the Yellow Hammer area, the Department has investigated the possible contamination of your water supply by oil and gas exploration activities.

After reviewing your water sample analysis results and further investigation, the Department has concluded that your water well has been affected by activities associated with Catalyst Energy Inc.'s oil and gas operation. The Department has made Catalyst aware of their responsibility to restore your water supply. In the process of remedying issues concerning the condition of their wells, and performing mechanical water well clean outs, the affect to your well has not been mitigated. Catalyst will be continuing efforts to replace or restore your water supply. The Department will be taking confirmatory samples after Catalyst has restored your supply.

Enclosed are your water sample results. If you have any questions, please contact Christine Miner at 814.332.6867.

Sincerely,



S. Craig Lobins
Northwest District Oil and Gas Manager
Bureau of District Oil and Gas Operations

Enclosures

cc: Douglas E. Jones, Catalyst Energy, Inc.
John Thomas
Chad Meyer
Chris Miner
File (Forest County Gas Migration/ CID 276776)