

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

APPLICANT: SANDRIDGE EXPLORATION AND )  
PRODUCTION, L.L.C. )  
RELIEF SOUGHT: POOLING )  
LEGAL DESCRIPTION: SECTION 17, TOWNSHIP )  
27 NORTH, RANGE 11 )  
WEST, ALFALFA COUNTY, )  
OKLAHOMA )

Cause CD No. 201400528

Order No. **622762**

ORDER NUNC PRO TUNC

This cause came on for hearing before Mary Candler, Administrative Law Judge for the Corporation Commission of the State of Oklahoma, on the February 18, 2014, at 8:30 a.m., Jim Thorpe Building, Oklahoma City, Oklahoma, for the purpose of hearing, taking testimony, and reporting findings and recommendations to the Commission.

Roger A. Grove, Attorney, appeared for the Applicant.

The Administrative Law Judge heard the cause and filed a Report recommending that the Application be granted, which Report and recommendation were adopted by the Commission and on the 4th day of March, 2014, Order No. 622231 was entered by this Commission in the captioned cause. Due to an error in the preparation of said Order No. 622231, paragraph 6.4 of that Order erroneously listed the required burdens and net revenue interest to make an election under said paragraph. Accordingly, the Commission has reviewed, examined and considered this matter and finds as follows:

FINDINGS

1. That due to an error in the preparation of Order No. 622231 that paragraph 6.4 of said Order erroneously listed the required burdens and net revenue interest to make an election under said paragraph. However, the overall intent of the paragraph is clear.
2. That pursuant to OAC Rule 165:5-17-4 an Order Nunc Pro Tunc should be entered so as to correct this error.

ORDER

IT IS THEREFORE ORDERED by the Corporation Commission of the State of Oklahoma as follows:

1. That paragraph 6.4 of Order No. 622231 entered in the captioned Cause on 4th day of March, 2014, be corrected to read as follows:

**"6.4 \$500.00 Per Acre Cash Bonus for 22.5% Royalty in Lieu of Participation - Unit Interest:** To receive a cash bonus of \$500.00 per mineral acre plus an overriding or excess royalty of 10% of 8/8 as a fair, reasonable, and equitable bonus to be paid unto each owner who elects not to participate in said development of the unit and common sources of supply by paying such owner's proportionate part of the costs thereof; such cash bonus shall be paid or tendered, if same can be paid or tendered, by Applicant within 35 days from the date of this order if said party has provided Applicant with an IRS Form W-9, or within 35 days after Applicant's receipt of said Form W-9, whichever is later, and when so paid or tendered shall be satisfaction in full for all rights and interests of such owner in the initial well proposed hereunder, in any subsequent wells, and in the unit and common sources of supply covered hereby, except for any normal 1/8 royalty interest as defined in

52 O.S. Section 87.1 (e). Provided, that in the event the oil and gas interest of any owner is subject to any royalty, overriding royalty, or other payments out of production, which create a burden on such interest in excess of 22.5% of 8/8, then in that event such owner shall not be entitled to the option provided in this paragraph 6.4, but shall be required to either participate in said development, as described above, or to accept the alternative provided in paragraph 6.5 below, and further provided, in the event the oil and gas interest of any owner is subject to any royalty, overriding royalty, or other payments out of production, which create a burden on such interest in excess of the normal 1/8 royalty as defined herein, then such excess royalty, overriding royalty, or other payments out of production shall be charged against the overriding or excess royalty as set forth herein, and the same shall be reduced by the amount of any such excess. Further, any owner electing to accept the consideration set forth in this paragraph must be able to deliver on the date elections are due a 77.5% net revenue interest."

2. That all other provisions of said Order No. 622231 shall remain unchanged and that no new elections are granted or due under said Order No. 622231 because of the entry of this Order Nunc Pro Tunc since the intent of paragraph 6.4 was clear even with the errors in the original order.

CORPORATION COMMISSION OF OKLAHOMA

*Bob Anthony*  
\_\_\_\_\_  
BOB ANTHONY, Chairman

*Patrice Douglas*  
\_\_\_\_\_  
PATRICE DOUGLAS, Vice Chairman

*Dana L. Murphy*  
\_\_\_\_\_  
DANA L. MURPHY, Commissioner

DONE AND PERFORMED this 17 day of March, 2014.

BY ORDER OF THE COMMISSION:

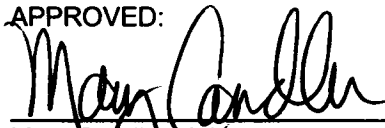
*Peggy Mitchell*  
\_\_\_\_\_  
Peggy Mitchell, Secretary

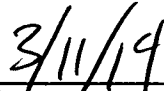


REPORT OF THE ADMINISTRATIVE LAW JUDGE

The foregoing findings and Order are the report and recommendations of the Administrative Law Judge.

APPROVED:

  
\_\_\_\_\_  
Mary Candler, Administrative  
Law Judge

  
\_\_\_\_\_  
Date

  
\_\_\_\_\_  
Reviewer

  
\_\_\_\_\_  
Date

APPROVED AS TO FORM:

\_\_\_\_\_  
Roger A. Grove