API NUMBER: 019 25871

Oil & Gas

Horizontal Hole

OKLAHOMA CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION** P.O. BOX 52000 **OKLAHOMA CITY, OK 73152-2000** (Rule 165:10-3-1)

Approval Date: 03/25/2013 09/25/2013 **Expiration Date**

PERMIT TO DRILL

County: CARTER WELL LOCATION: Sec: Twp: 3S Rge: 3E

FEET FROM QUARTER: SPOT LOCATION: NW FROM NORTH WEST NW sw ll NE

SECTION LINES: 925 1570

Lease Name: DENNIS Well No: 8-28H21 Well will be 925 feet from nearest unit or lease boundary.

XTO ENERGY INC Operator OTC/OCC Number: Telephone: 4052324011 21003 0 Name:

XTO ENERGY INC 810 HOUSTON ST

FORT WORTH. TX 76102-6203 WARREN HERRIOTT 4827 DOGWOOD ROAD

ARDMORE OK 73402

Formation(s) (Permit Valid for Listed Formations Only):

Name Depth Name Depth 1 CANEY 10610 6 2 SYCAMORE 11040 7 WOODFORD 11590 8 3 HUNTON 11752 9 10 142014 Spacing Orders: Location Exception Orders: 609172 Increased Density Orders: 609161

609244

Pending CD Numbers: Special Orders:

Total Depth: 16838 Ground Elevation: 722 Surface Casing: 1600 Depth to base of Treatable Water-Bearing FM: 320

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: Yes Surface Water used to Drill: Yes

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: ON SITE A. Evaporation/dewater and backfilling of reserve pit.

Type of Mud System: AIR

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 13-22850

H. SEE MEMO Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? N Wellhead Protection Area?

located in a Hydrologically Sensitive Area. is

Category of Pit: 4

Liner not required for Category: 4

Pit Location is BED AQUIFER Pit Location Formation: ANTLERS

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000)

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 5000 Average: 3000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? N

Wellhead Protection Area?

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: ANTLERS

PIT 3 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 300000 Average: 200000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? N

Wellhead Protection Area? N

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: ANTLERS

HORIZONTAL HOLE 1

Sec 21 Twp 3S Rge 3E County CARTER

Spot Location of End Point: NW NE NE NW

Feet From: NORTH 1/4 Section Line: 1
Feet From: WEST 1/4 Section Line: 2030

Depth of Deviation: 9993 Radius of Turn: 1000

Direction: 360
Total Length: 5123

Measured Total Depth: 16838

True Vertical Depth: 11752

End Point Location from Lease,
Unit, or Property Line: 1

Notes:

Category Description

DEEP SURFACE CASING 3/22/2013 - G71 - APPROVED CONTINGENT ON NOTIFYING OCC FIELD STAFF IMMEDIATELY

OF ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY

CONDUCTOR OR SURFACE CASING

EXCEPTION TO RULE - 609244 3/25/2013 - G30 - (I.O.) 21-3S-3E

X165:10-3-28(C)(2)(B)

NCT 500' TO DENNIS 9-28H21

3/19/13

Category Description

INCREASED DENSITY - 609161 3/25/2013 - G30 - 21-3S-3E

X142014 WDFD 8 WELLS XTO ENERGY INC.

3/18/13

LOCATION EXCEPTION - 609172

3/25/2013 - G30 - (I.O.) 21-3S-3E X142014 CNEY, SCMR, WDFD, HNTN SHL 925 FNL, 1570 FWL 28-3S-3E

COMP. INT. NCT 165 FSL, NCT 165 FNL, NCT 1980 FWL 21-3S-3E

XTO ENERGY INC.

3/18/13

MEMO 3/22/2013 - G71 - PITS 2 & 3 - CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION, PIT 3 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 142014 3/25/2013 - G30 - (640) 21-3S-3E

EST CNEY, SCMR, WDFD, HNTN