API NUMBER: 019 25874

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
Expiration Date: 09/25/2013

PERMIT TO DRILL

WELL LOCATION: Sec: 28 Twp: 3S Rge: 3E County: CARTER

SPOT LOCATION: NW SW NE NW FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 925 1590

Lease Name: DENNIS Well No: 9-28H21 Well will be 925 feet from nearest unit or lease boundary.

OperatorXTO ENERGY INCTelephone:4052324011OTC/OCC Number:210030Name:

XTO ENERGY INC 810 HOUSTON ST

FORT WORTH, TX 76102-6203

WARREN HERRIOTT 4827 DOGWOOD ROAD

Approved Method for disposal of Drilling Fluids:

ARDMORE OK 73402

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

Name Depth Name Depth 1 CANEY 10595 6 2 SYCAMORE 11019 7 WOODFORD 11492 8 3 HUNTON 11614 9 10 142014 Spacing Orders: Location Exception Orders: 609249 Increased Density Orders: 609161

609245

Pending CD Numbers: Special Orders:

Total Depth: 16695 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

PIT 1 INFORMATION

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

Type of Mud System: ON STE

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 13-22851

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: 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? 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

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: NE NE NE NW

Feet From: NORTH 1/4 Section Line: 1
Feet From: WEST 1/4 Section Line: 2580

Depth of Deviation: 9852 Radius of Turn: 1000

Direction: 360
Total Length: 5121

Measured Total Depth: 16695
True Vertical Depth: 11614
End Point Location from Lease,
Unit, or Property Line: 1

Notes:

Category Description

DEEP SURFACE CASING 3/25/2013 - 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 - 609245 3/25/2013 - G30 - (I.O.) 21-3S-3E

X165:10-3-28(C)(2)(B) NCT 500' TO DENNIS 4-21H

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 - 609249 3/25/2013 - G30 - (I.O.) 21-3S-3E

X142014 CNEY, SCMR, WDFD, HNTN SHL 925 FNL, 1590 FWL 28-3S-3E

COMP. INT. NCT 165 FSL, NCT 165 FNL, NCT 2530 FWL 21-3S-3E

XTO ENERGY INC.

3/19/13

MEMO 3/25/2013 - 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, OTHERS