API NUMBER: 117 23529

Oil & Gas

Straight Hole

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

| Approval Date: | 04/11/2013 |
|------------------|------------|
| Expiration Date: | 10/11/2013 |

PERMIT TO DRILL

| WELL LOCATION: Sec: 16 Twp: 20N Rge: 8E | County: PAWNEE | | |
|--|--|--|--|
| 01 01 200/11011 | ROM QUARTER: FROM SOUTH FROM DN LINES: 660 | MEST 1320 | |
| Lease Name: SCHOOL LAND | Well No: 1-16 | Well will be | e 660 feet from nearest unit or lease boundary. |
| Operator HALL GREG OIL & GAS LLC Name: | Telephone: | 4053306238 | OTC/OCC Number: 21902 0 |
| HALL GREG OIL & GAS LLC P.O. Box 785 EDMOND, OK 7300 | 13-0008 | COMMISSIONERS OF THE LAND OFFICE 120 N. ROBINSON, SUITE 1000W | |
| · | | OKLAHOMA CITY | OK 73102 |
| Formation(s) (Permit Valid for Listed Formation Name 1 CLEVELAND 2 PRUE 3 SKINNER 4 RED FORK 5 BARTLESVILLE Spacing Orders: No Spacing Pending CD Numbers: | ns Only): Depth 1781 2250 2316 2488 2625 Location Exception Orders: | | Depth 2810 3060 3150 Increased Density Orders: Special Orders: |
| Total Depth: 4000 Ground Elevation: 909 | Surface Casing: 520 | D ept | h to base of Treatable Water-Bearing FM: 470 |
| Under Federal Jurisdiction: No PIT 1 INFORMATION | Fresh Water Supply Well Dril | lled: No Approved Method for disposal of Drill | Surface Water used to Drill: Yes |
| Type of Pit System: ON SITE | A. Evaporation/dewater and backfilling of reserve pit. | | |
| Type of Mud System: WATER BASED | | | |
| Chlorides Max: 5000 Average: 3000 Is depth to top of ground water greater than 10ft below base of p Within 1 mile of municipal water well? N Wellhead Protection Area? N Pit is located in a Hydrologically Sensitive Area. | 1? Y | | |
| Category of Pit: 2 | | | |
| Liner not required for Category: 2 Pit Location is BED AQUIFER Pit Location Formation: VAMOCSA | | | |

Notes:

Category Description

SPACING 4/9/2013 - G75 - FORMATIONS UNSPACED; 160-ACRE LEASE (SE4)

SURFACE LOCATION 4/9/2013 - G75 - 660' FSL, 1320' FWL SE4 16-20N-8E PER SURVEY PLAT

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA
6709 NORTH CLASSEN BLVD., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219
Certificate of Authorization No. 1293. API PAWNEE PAWNEE County, Oklahoma
660'FSL-1320'FWL-SE/4 Section 16 Township 20N Range 8E I.M. 117-23529 C.R. E0550 Y 446701 16 GRID NAD-27 Okla. North US Feet (1980') SCALE: 1"=1000" (1320') 1320 X 2458548 Y 441446 660' Distances shown in (parenthesis) are calculated based upon the Quarter Section being 2640 feet, those shown in [brackets] are based on GLO (General Land Office) distances and have NOI been measured on the ground. CORNER COORDINATES ARE TAKEN FROM POINTS SURVEYED IN THE FIELD. Operator: GREG HALL OIL & GAS **ELEVATION:** Lease Name: SCHOOL LAND Well No.: 1-16 909' Gr. at Stake Topography & Vegetation Loc. fell in rolling hills with some trees & open pasture to the North & West. Reference Stakes or Alternate Location Good Drill Site? __ Stakes Set None From South off county road, Best Accessibility to Location ____ Distance & Direction From Terlton, OK, go ±.5 mi. East on Benight Rd., then North ±0.7 mi. on Airport Rd., from Hwy Jct or Town then ±2.0 mi. East on County Road E0560 Rd. to the SE Corner of Section 16-T20N-R8E. Date of Drawing: Mar. 28, 2013 SSIONAL NAD<u>−27</u> Invoice # 198835 Date Staked: Mar. 27, 2013 LAT: 36'12'16.1"N LONG: 96'27'00.5"W **CERTIFICATE:** LAT: <u>36.204465452</u>°N LEE K. l, Lee K. Goss a Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify that the above Lee K. Goss GOSS LONG: 96.450126015'W STATE PLANE COORDINATES: (US Feet) described well location was surveyed and staked on the ZONE: OK NORTH ground as shown herein. KLAHOMP. OKLAHOMA. X: 2457252 442087 Oklahoma Lic. No. ___