API NUMBER: 117 23549

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: 07/08/2013
Expiration Date: 01/08/2014

PERMIT TO DRILL

WELL LOCATION: Sec: 35 Twp: 20N Rge: 5E County: PAWNEE

SPOT LOCATION: NW NE NW FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 2489 1500

Lease Name: GLADSTONE Well No: 1-26H Well will be 150 feet from nearest unit or lease boundary.

Operator RED FORK (USA) INVESTMENTS INC Telephone: 9188791913; 9184319 OTC/OCC Number: 22094 0

RED FORK (USA) INVESTMENTS INC 1437 S BOULDER AVE STE 700

TULSA, OK 74119-3617

RED FORK (USA) INVESTMENTS, INC. 1437 S. BOULDER AVE., STE, 700

TULSA OK 74119

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

Name Depth Name Depth MISSISSIPPIAN 1 3625 6 2 WOODFORD 3735 7 3 8 4 9 10

Spacing Orders: 611789 Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201304307 Special Orders:

Total Depth: 8649 Ground Elevation: 989 Surface Casing: 160 Depth to base of Treatable Water-Bearing FM: 90

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits
Type of Mud System: WATER BASED

Chlorides Max: 3000 Average: 1500

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: VANOSS

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 13-23241

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

## **HORIZONTAL HOLE 1**

Sec 26 Twp 20N Rge 5E County **PAWNEE** 

Spot Location of End Point: NW NW NE NW Feet From: SOUTH 1/4 Section Line: 2479 Feet From: WEST 1/4 Section Line: 1500

Depth of Deviation: 2987 Radius of Turn: 591 Direction: 360 Total Length: 4734

Measured Total Depth: 8649 True Vertical Depth: 3764 End Point Location from Lease. Unit, or Property Line: 161

Notes:

Description Category

7/5/2013 - G75 - (E.O.) 26-20N-5E X611789 MSSP, WDFD PENDING CD - 201304307

FIRST PERF NCT 150 TO SL OR TO NL, NCT 330 TO EL OR TO WL LAST PERF NCT 150 TO NL OR TO SL, NCT 330 TO EL OR TO WL

RED FORK (USA) INVESTMENTS, INC. REC 7-5-2013 (JOHNSON BY INITIALS)

**SPACING - 611789** 7/5/2013 - G75 - (640)(HOR) 26-20N-5E

EXT 604510 MSSP, WDFD

POE TO BHL (WDFD) NLT 330' FB, NCT 600' FWB POE TO BHL (MSSP) NLT 660' FB, NCT 600' FWB

SURFACE LOCATION 7/8/2013 - G75 - IRR. SEC.; 2489' FSL, 150' FNL, 1500' FWL, 1107' FEL NW4 35-20N-5E PER

SURVEY PLAT