

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

API NUMBER: 007 25638

Approval Date: 09/06/2013
Expiration Date: 03/06/2014

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 18 Twp: 1N Rge: 21ECM County: BEAVER

SPOT LOCATION: NE NW SE SW FEET FROM QUARTER: FROM NORTH FROM EAST
SECTION LINES: 235 850

Lease Name: PHILLIPS Well No: 1-18H Well will be 235 feet from nearest unit or lease boundary.

Operator Name: UNIT PETROLEUM COMPANY Telephone: 9184937700; 9184937 OTC/OCC Number: 16711 0

UNIT PETROLEUM COMPANY
P.O. Box 702500
TULSA, OK 74170-2500

TANNIS FAYE PHILLIPS
3824 DORIS DRIVE
AMARILLO TX 79109-

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

Name	Depth	Name	Depth
1 DOUGLAS	5320	6	
2 LANSING-KANSAS CITY	5413	7	
3 MARMATON	6318	8	
4		9	
5		10	

Spacing Orders: 393388

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201304993
201304990

Special Orders:

Total Depth: 10999

Ground Elevation: 2908

Surface Casing: 1995

Depth to base of Treatable Water-Bearing FM: 520

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: Yes

Surface Water used to Drill: No

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 20000 Average: 5000

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: 1B

Liner required for Category: 1B

Pit Location is BED AQUIFER

Pit Location Formation: OGALLALA

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

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

H. SEE MEMO

PERMIT NO: 13-24095

This permit does not address the right of entry or settlement of surface damages.

The duration of this permit is SIX MONTHS, except as otherwise provided by Rule 165: 10-3-1.

Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of the Conservation Division as to when Surface Casing will be run.

HORIZONTAL HOLE 1

Sec 18 Twp 1N Rge 21E County BEAVER

Spot Location of End Point: W2 SW SE SE

Feet From: SOUTH 1/4 Section Line: 330

Feet From: EAST 1/4 Section Line: 995

Depth of Deviation: 5500

Radius of Turn: 740

Direction: 360

Total Length: 4500

Measured Total Depth: 10999

True Vertical Depth: 6401

End Point Location from Lease,
Unit, or Property Line: 330

Notes:

Category	Description
DEEP SURFACE CASING	8/29/2013 - 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
MEMO	8/29/2013 - G71 - SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER, 20 MIL LINED GEOMEMBRANE TRENCH PIT FOR SOIL FARMING
PENDING CD - 201304990	9/6/2013 - G30 - (640 HOR) 18-1N-21ECM VAC 393388 MRMN EXT 611191 DGLS, LGKC, MRMN POE TO BHL NLT 660' FB REC 8/23/13 (JOHNSON)
PENDING CD - 201304993	9/6/2013 - G30 - 18-1N-21ECM X201304990 DGLS, LGKC, MRMN SHL NCT 150 FNL, NCT 660 FEL COMP. INT. NCT 330 FNL, NCT 330 FSL, NCT 660 FEL NO OP. NAMED REC 8/23/13 (JOHNSON)

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