API NUMBER: 045 23406

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: 10/25/2013
Expiration Date: 04/25/2014

PERMIT TO DRILL

WELL LOCATION: Sec: 19 Twp: 17N Rge: 24W County: ELLIS

SPOT LOCATION: NE SE SW SE FEET FROM QUARTER: FROM SOUTH FROM EAST SECTION LINES: 393 1563

Lease Name: MOLLY Well No: 1H-30 Well will be 393 feet from nearest unit or lease boundary.

Operator LE NORMAN OPERATING LLC Telephone: 4055481200 OTC/OCC Number: 22738 0

LE NORMAN OPERATING LLC 4727 GAILLARDIA PKWY STE 200

OKLAHOMA CITY, OK 73142-1881

MICHAEL C. & BRENDA GROSS

H/W, HCR 63, BOX 49

ARNETT OK 73832

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

Name Depth Name Depth CLEVELAND 1 9576 6 2 7 3 8 4 9 10 138264 Spacing Orders: Location Exception Orders: 616617 Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 14670 Ground Elevation: 2049 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 420

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

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: 35000 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: C

Liner not required for Category: C

Pit Location is ALLUVIAL

Pit Location Formation: ALLUSION

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 13-24402

H. CLOSED SYSTEM=STEEL PITS REQUIRED - CANADIAN RIVER

HORIZONTAL HOLE 1

Sec 30 Twp 17N Rge 24W County **ELLIS** Spot Location of End Point: E2 SE SW SE Feet From: SOUTH 1/4 Section Line: 330 Feet From: EAST 1/4 Section Line: 1563

Depth of Deviation: 8996
Radius of Turn: 580
Direction: 360
Total Length: 4763

Measured Total Depth: 14670

True Vertical Depth: 9576

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

Notes:

Category Description

DEEP SURFACE CASING 10/24/2013 - 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

LOCATION EXCEPTION - 616617 10/25/2013 - G30 - (I.O.) 30-17N-24W

X138264 CLVD

SHL NCT 250 FSL, NCT 1320 FEL 19-17N-24W POE NCT 330 FNL, NCT 1320 FEL 30-17N-24W BHL NCT 330 FSL, NCT 1320 FEL 30-17N-24W

LE NORMAN OPERATING LLC

10/3/13

SPACING - 138264 10/25/2013 - G30 - (640) 30-17N-24W

EXT 131528 CLVD, OTHERS

EXT OTHERS