API NUMBER: 019 26004

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: 11/06/2013
Expiration Date: 05/06/2014

PERMIT TO DRILL

WELL LOCATION: Sec: 14 Twp: 4S Rge: 3E County: CARTER

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

SECTION LINES: 2003 2083

Lease Name: WIGGINS Well No: 11-2H Well will be 557 feet from nearest unit or lease boundary.

 Operator Name:
 BNK PETROLEUM (US) INC
 Telephone:
 8054843613
 OTC/OCC Number:
 21948
 0

BNK PETROLEUM (US) INC 760 PASEO CAMARILLO STE 350

CAMARILLO, CA 93010-0763

CLIF & RENEE WIGGINS
812 PONDEROSA RD

ARDMORE OK 73401

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

Name Depth Name Depth 1 CANEY 10665 6 2 SYCAMORE 11193 7 3 8 4 9 10 262751 Spacing Orders: Location Exception Orders: 613270 Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 15765 Ground Elevation: 736 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 300

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: 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?

Wellhead Protection Area?

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: ALLUVIUM

F. Haul to Commercial soil farming facility: Sec. 28 Twn. 5S Rng. 3W Cnty. 19 Order No:

533041

H. SEE MEMO

PIT 2 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?

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: ALLUVIUM

HORIZONTAL HOLE 1

Sec 11 Twp 4S Rge 3E County CARTER

Spot Location of End Point: NW NE NE NE
Feet From: SOUTH 1/4 Section Line: 2639
Feet From: WEST 1/4 Section Line: 2309

Depth of Deviation: 9650
Radius of Turn: 925
Direction: 360
Total Length: 5081

Measured Total Depth: 15765

True Vertical Depth: 11250

End Point Location from Lease,
Unit, or Property Line: 1

Notes:

Category Description

DEEP SURFACE CASING 11/1/2013 - 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 - 613270 11/6/2013 - G30 - (I.O.) 11-4S-3E

X262751 CNEY, SCMR

SHL 443 FNL, 300 FWL 13-4S-3E**
POE NCT 0 FSL, NCT 330 FEL 11-4S-3E
1ST PERF NCT 165 FSL, NCT 330 FEL 11-4S-3E
LAST PERF NCT 165 FNL, NCT 330 FEL 11-4S-3E

BHL NCT 0 FNL, NCT 330 FEL 11-4S-3E

NO OP. NAMED

6/28/13

**SHL TO BE CORRECTED AT HEARING FOR FINAL ORDER LOCATION EXCEPTION PER

OPERATOR

MEMO 11/4/2013 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 262751 11/6/2013 - G30 - (640) 11-4S-3E

EXT 142014 CNEY, SCMR, OTHERS