API NUMBER: 045 23411

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: 11/07/2013

Expiration Date: 05/07/2014

PERMIT TO DRILL

WELL LOCATION: Sec: 13 Twp: 18N Rge: 24W County: ELLIS

SPOT LOCATION: S2 S2 SW SE FEET FROM QUARTER: FROM SOUTH FROM EAST SECTION LINES: 200 1980

Lease Name: SHREWDER Well No: 3-13H Well will be 200 feet from nearest unit or lease boundary.

Operator PRIMARY NATURAL RESOURCES III LLC Telephone: 9184950598 OTC/OCC Number: 22514 0

PRIMARY NATURAL RESOURCES III LLC 7134 S YALE AVE STE 430

TULSA, OK 74136-6351

SHREWDER TRUST C/O MATT FOOS

P.O. BOX 1783

DODGE CITY KS 67801

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

Depth Name Depth MISSOURIAN (LESS COTT GRVE) 1 9361 6 2 7 3 8 4 9 10 202657 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201306640 Special Orders:

201306639

Total Depth: 13875 Ground Elevation: 2463 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 820

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 D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 13-24841

Chlorides Max: 100000 Average: 5000 H. SEE MEMO

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: OGALLALA

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.

#### 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? 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: OGALLALA

## HORIZONTAL HOLE 1

Sec 13 Twp 18N Rge 24W County **ELLIS** NE Spot Location of End Point: С N2 NW Feet From: NORTH 1/4 Section Line: 330 Feet From: EAST 1/4 Section Line: 1980

Depth of Deviation: 8761
Radius of Turn: 600
Direction: 360
Total Length: 4171

Measured Total Depth: 13875

True Vertical Depth: 9361

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

Notes:

Category Description

DEEP SURFACE CASING 11/7/2013 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR

SURFACE CASING

MEMO 11/7/2013 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST: PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201306639 11/7/2013 - G75 - 13-18N-24W

X202657 MOLCG

1 WELL

NO OP. NAMED

REC 11-5-2013 (MCKEOWN)

PENDING CD - 201306640 11/7/2013 - G75 - (I.O.) 13-18N-24W

XOTHERS X202657 MOLCG

POE NCT 330 TO SL, NCT 1700 TO EL BHL NCT 330 TO NL, NCT 1700 TO EL

NO OP. NAMED

**REC 11-5-2013 (MCKEOWN)** 

SPACING - 202657 11/7/2013 - G75 - (640) 13-18N-24W

EST MOLCG, OTHERS

EXT OTHERS

# SHREWDER 3-13H

SECTION 13 T-18-N, R-24-WIM ELLIS COUNTY, OKLAHOMA LOCATION PLAT

API 045-23411

Oklahoma Certificate of Authorization No.1292, Exp. June 30, 2015

OK.NORTH, NAD-27 X:1491461 & Y:384018 OK.NORTH, NAD-27 X:1496775 & Y:383975 330 1980 BOTTOM HOLE NAD-27 LAT:36'02'30.40" LON:99'42'32.08" . \$1, \$5.00 1980 OK.NORTH, NAD-27 X:1491414 & Y:378729 OK.NORTH, NAD-27 X:1496706 & Y:378666

Footages: 200' FSL & 1980' FEL \_ Elevation: \_\_2463'GR.

Topography & Vegetation: PASTURE

Reference or Alternate Stakes Set: NONE SET

Best Accessibility to Location: FROM LEASE ROAD TO THE WEST

Distance & Direction: ±11 MILES SOUTHEAST OF ARNETT, OKLAHOMA

### CERTIFICATE

I, V. Lynn Bezner, a Registered Land Surveyor and an authorized agent of Topographic Land Surveyors, do hereby certify that the above described well location was surveyed and staked on the ground as shown.

LLGEND

O = PREVIOUSLY PLATTED WELL

O = EXISTING WELL

PROPOSED WELL

PENETRATION POINT

TERMINUS POINT

B = BOTTOM HOLE LOC.

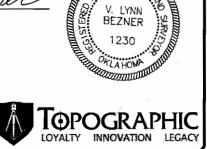
SECTION CORNER

ORIGINAL DOCUMENT SIZE: 14" X 8.5"

ORIGINAL DOCOMENT SIZE, 14 X 8.5		
PRIMARY NATURAL RESOURCES III, LLC	REVISION:	
	Κ	10-30-13
	ζ	10-30-13
DATE: OCTOBER 23, 2013	JJG	10-31-13
FILE: LO_SHREWDER_3_13H		
DRAWN BY: J.GONZALES		

NOTE: BEARINGS AND DISTANCES ARE NAD-27 GRID OK. NORTH ZONE AND WERE DETERMINED BY GPS OBSERVATION

This plat DOES NOT represent a true Boundary Survey. The footages and ties shown are from lines of accupation, which may not be actual Property Lines.



MINIOTO COMPANY