API NUMBER: 009 21910

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: 12/03/2013
Expiration Date: 06/03/2014

PERMIT TO DRILL

WELL LOCATION:	Sec:	36	Twp:	12N	Rge:	22W	County:	BECKHAN

SPOT LOCATION: SW SW SW SE FEET FROM QUARTER: FROM SOUTH FROM EAST SECTION LINES: 200 2345

Lease Name: FARRIS Well No: 1-36H Well will be 200 feet from nearest unit or lease boundary.

Operator APACHE CORPORATION Telephone: 9184914900 OTC/OCC Number: 6778 0

APACHE CORPORATION 6120 S YALE AVE STE 1500

TULSA, OK 74136-4224

J.C. FARRIS TRUST C/O JAMES FARRIS, TRUSTEE 36 INDEPENDENCE DRIVE

ELK CITY OK 73644

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

Name Depth Name Depth DES MOINES 12875 1 6 2 7 3 8 4 9 5 10 138431 Spacing Orders: Location Exception Orders: 613927 Increased Density Orders: 613865

Pending CD Numbers: 201307856 Special Orders:

Total Depth: 17900 Ground Elevation: 2161 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 610

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

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED
Chlorides Max: 25000 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 AP/TE DEPOSIT
Pit Location Formation: TERRACE

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 13-24098

H. SEE MEMO

PIT 2 INFORMATION

Type of Pit System: ON SITE

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: 3

Liner required for Category: 3
Pit Location is AP/TE DEPOSIT
Pit Location Formation: TERRACE

HORIZONTAL HOLE 1

Sec 36 Twp 12N Rge 22W County BECKHAM

Spot Location of End Point: NW NW NW NE
Feet From: NORTH 1/4 Section Line: 200
Feet From: EAST 1/4 Section Line: 2345

Depth of Deviation: 12535
Radius of Turn: 580
Direction: 360
Total Length: 4454

Measured Total Depth: 17900

True Vertical Depth: 12964

End Point Location from Lease,
Unit, or Property Line: 200

Notes:

Category Description

DEEP SURFACE CASING 11/15/2013 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

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

SURFACE CASING

INCREASED DENSITY - 613865 11/15/2013 - G75 - 36-12N-22W

X138431 DSMN 1 WELL APACHE CORP. 7-16-2013

LOCATION EXCEPTION - 613927 11/15/2013 - G75 - (I.O.) 36-12N-22W

X138431 DSMN

SHL NCT 50 FSL, NCT 1320 FEL

FIRST PERF NCT 300 FSL, NCT 1320 FEL LAST PERF NCT 300 FNL, NCT 1320 FEL

APACHE CORP. 7-17-2013

MEMO 11/15/2013 - G71 - PIT 1 & 2 - CONCRETE-LINED PIT PER OPERATOR REQUEST; PIT 2 - OBM TO

VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201307856 11/27/2013 - G75 - (E.O.) 36-12N-22W

VAC 126454 CHRK REC 12-2-2013 (JOHNSON)

SPACING - 138431 11/15/2013 - G75 - (640) 36-12N-22W

EXT 131148 DSMN, OTHERS

Category Description

WATERSHED STRUCTURE

11/15/2013 - G71 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (580) 928-9950 PRIOR TO DRILLING

APT 009-21910 TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA

6709 NORTH CLASSEN BLVO., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293.

BECKHAM County, Oklahoma _____County, Oklahoma ___Township <u>12N</u> Range <u>22W</u> I.M. 200'FSL - 2345'FEL Section _ 36 X= 1557153 Y= 784491 X= 1562419 Y= 784439 2345 288 Bottom Hole 200 PNL-2345 FEL (Jus Fnat)

Township Limb 2922 2435' 2345'		N		2435'_N	TIEW.	NAD-27 (US Feet) 35'28'46.0" N 99'28'38.9" W 35.479457703' N 99.477475135' W			
Section Sec				} /	Line	99,477475135* W X=1560070 Y=784262			
Operator: APACHE CORPORATION Lease Name: FARRIS Operator: APACHE CORPORATION Lease Name: FARRIS Well No.: 1–36H 2161' Gr. at Stake Township Line SCALE 1*=1000 Operator: APACHE CORPORATION Lease Name: FARRIS Well No.: 1–36H 2161' Gr. at Stake Topography & Vegetation Loc. fell in brushy pasture, ±235' West to NNG pipeline, ±205' South to E-S fence Reference Stakes or Alternate Location Stakes Sat None Reference		່ 	(2)		Aging	X= 1562375			
2435' 292' 2345' 292' 200' 2345' 200	X= 1557106 Y= 781855	// -//	3	6		Y= 781805			
2435' 292' 2345' 292' 200' 2345' 200									
September Line 15570568 Township Line 1712N-R22W 1713N-R22W 1713N-R22	1.	 s	w	2435'		-6-N-2-			
### 1559695 Wall No.: 1-36H Scale 1'=1000' Scale 1'	X= 1557058 Y≈ 779220		292	X===	2345'				
Operator: APACHE CORPORATION Lease Name: FARRIS Topography & Vegetation Loc. fell in brushy pasture, ±235' West to NNG pipeline, ±205' South to E-S fence Reference Stakes or Alternate Location Stakes Set None Reference Stakes or Alternate Location Stakes Set None Reference Stakes or Alternate Location Stakes Set None Best Accessibility to Location From North off lease road Distance & Direction from Hwy Jct or Town From Jct. 1-40 Bus and St. Hwy. 34, on East side of Elk City, OK, go ±3,0 mi. North on St. Hwy. 34, then ±5.5 miles West to the SE Cor. of Sec. 36-T12N-R22W Revision \(\overline{\mathbb{L}} \) DATUM: NAD-27 DATUM: NAD-27 LAT: 35:27'57.9"N State PLANE LAT: 35:466078000' N LONG: 99:477504070' W DEC OORDINATES; (US Feet) STATE PLANE COORDINATES; (US Feet) ZONE: OK SOUTH STATE PLANE COCORDINATES; (US Feet) ZONE: OK SOUTH STATE PLANE Gescribed well location was surveyed and staked on the ground as shown herein. Surveyors of Oklahoma, do hereby certify that the above described well location was surveyed and staked on the ground as shown herein. OK LAHOW MILES ON THE CORPORATION: OK LAHOW MILES ON THE CORPORATION THE C		T11N-R22W	to are a second of		X= 1562332 Y= 779171	NAD-27 OK SOUTH US FEET			
Lease Name: FARRIS Well No.: 1-36H 2161' Gr. at Stake Topography & Vegetation Loc. fell in brushy pasture, ±235' West to NNG pipeline, ±205' South to E-S fence Reference Stakes or Alternate Location Stakes Set None Reference Stakes or Alternate Location Stakes Set None Best Accessibility to Location From North off lease road Distance & Direction from Hwy Jct or Town From Jct. 1-40 Bus and St. Hwy. 34, on East side of Elk City, OK, qo ±3,0 mi. North on St. Hwy. 34, then ±5.5 miles West to the SE Cor. of Sec. 36-T12N-R22W Revision B Date of Drawing: Jun. 12, 2013 Invoice # 202068 Date Staked: Jun. 03, 2013 AC CERTIFICATE: I, Thomas L. Howell a Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyor of Oklahoma, do hereby certify that the above described well location was surveyed and staked on the ground as shown herein.	Operator: APACHE (JAKE JAKEN FROM POINTS S	RVEYED. CORNER COORDINATE SURVEYED IN THE FIELD.	: <u>s</u>	ELEVATION.				
Reference Stakes or Alternate Location Stakes Set None Best Accessibility to Location From North off lease road Distance & Direction from Hwy Jct or Town From Jct. 1—40 Bus and St. Hwy. 34, on East side of Elk City, OK, qo ±3,0 mi. North on St. Hwy. 34, then ±5.5 miles West to the SE Cor. of Sec. 36—T12N—R22W Revision \(\text{B} \) DATUM: \(\text{NAD-27} \) LAT: \(\frac{35 \cdot 27 \cdot 57.9 \text{"N}}{1 \) LONG: \(\frac{99 \cdot 28 \cdot 39.0 \cdot W}{29 \cdot 20.0 \cdo	Lease Name: FARR	IS	vrueby, paeture . ±235	,	2161' Gr. at Stake				
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LAT: 35.466078000° N LONG: 99.477504070° W LONG: 99.477504070° W STATE PLANE COORDINATES; (US Feet) ZONE: OK SOUTH X: 1559991 Thomas L. Howell a Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify that the above described well location was surveyed and staked on the ground as shown herein. A CHARDAM THOMAS L. HOWELL A CORDINATE STATE PLANE COORDINATES; (US Feet) Surveyors of Oklahoma Licensed Land Surveyors of Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify that the above described well location was surveyed and staked on the ground as shown herein.	•	h on St. Hwy. 34, th	nen ±5.5 miles West	to the SE Cor. of S	Sec. 36-T12N-R22W				
ZONE: OK SOUTH ground as shown herein. Some South ground as shown herein. OK LAHOMA		D-27 Invoice 57.9"N 39.0"W CEI	# _202068_ Date Sto		2013 AC 705	SSIONAL			
	養 X: 155999	1			H.	OKLAHOWA DI			