API NUMBER: 129 23754 B

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: 12/04/2013
Expiration Date: 06/04/2014

Oil & Gas

PERMIT TO DRILL

WELL LOCATION:	Sec:	05	Twp:	12N	Rge:	25W	County:	ROGER MILLS
				$\overline{}$	_	_		

SPOT LOCATION: SW SE SE SE FEET FROM QUARTER: FROM SOUTH FROM EAST SECTION LINES: 265 500

Lease Name: BLACK MOON Well No: 1H-5 Well will be 265 feet from nearest unit or lease boundary.

Operator ENERVEST OPERATING LLC Telephone: 7134956530 OTC/OCC Number: 19848 0

ENERVEST OPERATING LLC 1001 FANNIN ST STE 800

HOUSTON, TX 77002-6708

MICHAEL LYNN OWEN 17437 E 930 ROAD

REYDON OK 73660

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

Name Depth Name Depth **BROWN DOLOMITE** 1 5197 6 CHECKERBOARD 11595 2 **DOUGLAS** 9073 7 CLEVELAND 11722 TONKAWA 9938 8 MARMATON GRANITE WASH 12740 3 9

4 COTTAGE GROVE 10552 9
5 HOGSHOOTER 11252 10

Spacing Orders: 591673 Location Exception Orders: 616753 Increased Density Orders: 184224

104224

Pending CD Numbers: Special Orders:

Total Depth: 18031 Ground Elevation: 2460 Surface Casing: 970 Depth to base of Treatable Water-Bearing FM: 790

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: 8000 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 BED AQUIFER
Pit Location Formation: OGALLALA

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 12-22037

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? 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 05 Twp 12N Rge 25W County ROGER MILLS

Spot Location of End Point: NW NE NE NE Feet From: NORTH 1/4 Section Line: 165
Feet From: EAST 1/4 Section Line: 500

Depth of Deviation: 12561 Radius of Turn: 1000

Direction: 360
Total Length: 4050

Measured Total Depth: 18031

True Vertical Depth: 13112

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

LOCATION EXCEPTION - 616753 10/18/2013 - G30 - (E.O.) 5-12N-25W

X BRWDO, DGLS, TNKW, CGGV, HGSR, CCKB, CLVD, MRMGW

SHL NCT 265 FSL, NCT 500 FEL

COMP. INT. NCT 660 FSL, NCT 330 FNL, NCT 500 FEL

ENERVEST OPERATING, LLC

10/8/13

MEMO 11/30/2012 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION,

CONCRETE LINED PIT FOR SOIL FARMING, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS

PERMITTED PER DISTRICT

SPACING - 184224 12/4/2012 - G30 - (640) 5-12N-25W

EXT 122038/162189 DGLS, TNKW, CLVD, OTHERS

EXT 154788 BRWDO, CGGV, MRMGW

SPACING - 591673 12/4/2012 - G30 - (640) 5-12N-25W

EXT 586353 HGSR, CCKB