API NUMBER: 019 26019

Oil & Gas

Straight Hole

OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION P.O. BOX 52000 **OKLAHOMA CITY, OK 73152-2000** (Rule 165:10-3-1)

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

Surface Water used to Drill: No

PERMIT TO DRILL

POT LOCATION: NW NW	INE OW	ET FROM QUARTER: FROM CTION LINES:	SOUTH FROM 2475	WEST 1485		
Lease Name: DAUBE RANCH		Well No:	10-23	v	Vell will be 165	feet from nearest unit or lease bou
Operator BURTON PAUL L Name:	TC		Telephone: 5	805040074	OTC.	/OCC Number: 11307 0
BURTON PAUL LLC				DAUBE RAN	CH & MINERA	AL LP
2217 CARDNAL RD				P.O. BOX 38		τ., Ει
	01/	404 7057				
ARDMORE,	OK 73	401-7357		ARDMORE		OK 73402
	OK 73			ARDMORE		OK 73402
Formation(s) (Permit Valid Name 1 DEESE		tions Only):		Name		
Formation(s) (Permit Valid Name 1 DEESE 2		tions Only): Depth	7	Name S		
Formation(s) (Permit Valid Name 1 DEESE		tions Only): Depth		Name S		
Formation(s) (Permit Valid Name 1 DEESE 2 3		tions Only): Depth	7 8 9	Name S		
Formation(s) (Permit Valid Name 1 DEESE 2 3 4		tions Only): Depth	7 8 9	Name	Increase	
Formation(s) (Permit Valid Name 1 DEESE 2 3 4 5		tions Only): Depth 500	7 8 9	Name	Increase Special C	Depth and Density Orders:

Cement will be circulated from Total Depth to the Ground Surface on the Production Casing String.

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids: Type of Pit System: ON SITE A. Evaporation/dewater and backfilling of reserve pit. Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 1500 H. CBL REQUIRED Is depth to top of ground water greater than 10ft below base of pit? Y Within 1 mile of municipal water well? N

Fresh Water Supply Well Drilled: No

Category of Pit:

Wellhead Protection Area?

Liner not required for Category: 2 Pit Location is BED AQUIFER Pit Location Formation: WELLINGTON

is located in a Hydrologically Sensitive Area.

Under Federal Jurisdiction: No

Notes:

Category Description

ALTERNATE CASING 12/4/2013 - G71 - APPROVED WITH THE FOLLOWING CONDITIONS: 1) DRILLING FLUID WILL BE

MUD PRIOR TO TOTAL DEPTH; AND, 2) COPY OF CBL NEEDS TO BE SUBMITTED TO OCC TECHNICAL STAFF IMMEDIATELY. A COMPLETION ATTEMPT, IN CASES WHERE THE PROTECTION OF THE TREATABLE WATER IS QUESTIONABLE, IS STRICTLY PROHIBITED PER

OCC 165:10-3-4(D)(4)(C)

PENDING CD - 201306568 12/4/2013 - G75 - NW4 NE4 SW4 23-2S-2W

X588067 DEESS 3 WELLS NO OP. NAMED

REC 10-29-2013 (M. PORTER)

SPACING - 588067 12/4/2013 - G75 - (10) W2 NE4 SW4 23-2S-2W

EST DEESS, OTHER

SURFACE LOCATION 12/4/2013 - G75 - 2475' FSL, 1485' FWL SW4 23-2S-2W PER OPERATOR

WATERSHED STRUCTURE 12/4/2013 - G71 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION

WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (580)

223-5865 PRIOR TO DRILLING