API NUMBER: 019 26035

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: 01/23/2014 07/23/2014 Expiration Date:

PERMIT TO DRILL

WELL LOCATION:	Sec: 29	Twp: 3S	Rge: 2E	County:	CART	ER		
SPOT LOCATION:	NE S	W SE	SE	FEET FROM QUARTER: SECTION LINES:	FROM	SOUTH 420	FROM	EAST 910
Lease Name: K	ATHY			Wel	l No:	1-29H28		

Well will be 420 feet from nearest unit or lease boundary.

XTO ENERGY INC Operator OTC/OCC Number: Telephone: 8178852283 21003 0 Name:

XTO ENERGY INC 810 HOUSTON ST

FORT WORTH. 76102-6203 TX

WILLIAM D AND RHETA J SCHUERHOFF TRUSTEES 240 DEER CREEK ROAD

ARDMORE OK 73401

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

	Name	Depth	Name	Depth
1	CANEY	8400	6	
2	SYCAMORE	9000	7	
3	WOODFORD	9400	8	
4	HUNTON	9700	9	
5			10	
Spacing Orders:	112621 359090	Location Exception Orders:		Increased Density Orders:
Pending CD Nun	mbers: 201400158			Special Orders:

Pending CD Numbers: 201400158

> 201400159 201400161

Total Depth: 15000 Ground Elevation: 749 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 530

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION Type of Pit System: ON SITE A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-26252

Is depth to top of ground water greater than 10ft below base of pit? Y H. SEE MEMO

Within 1 mile of municipal water well? N Wellhead Protection Area?

is located in a Hydrologically Sensitive Area.

Category of Pit: 4

Liner not required for Category: 4

Pit Location is ALLUVIAL

Type of Mud System: AIR

ALLUVIUM Pit Location Formation:

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000)

PIT 2 INFORMATION

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? 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

PIT 3 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 ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 28 Twp 3S Rge 2E County CARTER

Spot Location of End Point: NE NW NW NW

Feet From: NORTH 1/4 Section Line: 1
Feet From: WEST 1/4 Section Line: 380

Depth of Deviation: 9030 Radius of Turn: 1000

Direction: 359
Total Length: 5119

Measured Total Depth: 15000
True Vertical Depth: 9700
End Point Location from Lease,

Unit, or Property Line: 1

Notes:

Category Description

DEEP SURFACE CASING 1/23/2014 - 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

MEMO 1/23/2014 - G71 - PITS 2 & 3 - CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION, PIT 3 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201400158 1/23/2014 - G30 - (640) 28-3S-2E

EXT 569644 CNEY REC 1/21/14 (OSBURN)

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.

019 26035 KATHY 1-29H28

Category Description

PENDING CD - 201400159 1/23/2014 - G30 - 28-3S-2E

X359090 WDFD

1 WELL

NO OP. NAMED

REC 1/21/14 (OSBURN)

PENDING CD - 201400161 1/23/2014 - G30 - 28-3S-2E

X112621 SCMR, HNTN X359090 WDFD X201400158 CNEY

SHL 420 FSL, 910 FEL 29-3S-2E

COMP. INT. NCT 165 FSL, NCT 330 FWL, NCT 165 FNL

NO OP. NAMED

REC 1/21/14 (OSBURN)

SPACING - 112621 1/23/2014 - G30 - (640) 28 & 29-3S-2E

EST SCMR, HNTN, OTHERS

SPACING - 359090 1/23/2014 - G30 - (640) 28-3S-2E

EXT 195672/266656 WDFD