

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

API NUMBER: 117 23577

Approval Date: 01/28/2014  
Expiration Date: 07/28/2014

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 35 Twp: 20N Rge: 5E County: PAWNEE  
SPOT LOCATION:  NW  NW  NE  NW FEET FROM QUARTER: FROM SOUTH FROM WEST  
SECTION LINES: 2482 1547

Lease Name: JEWEL Well No: 1-35H Well will be 158 feet from nearest unit or lease boundary.

Operator Name: RED FORK (USA) INVESTMENTS INC Telephone: 9188791913; 9184319 OTC/OCC Number: 22094 0

RED FORK (USA) INVESTMENTS INC  
1437 S BOULDER AVE STE 700  
TULSA, OK 74119-3617

RED FORK (USA) INVESTMENTS INC  
1437 S BOULDER AVE., SUITE 700  
TULSA OK 74119

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

Name	Depth	Name	Depth
1 WOODFORD	3710	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: 609156

Location Exception Orders: 610770

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 8410

Ground Elevation: 989

Surface Casing: 160

Depth to base of Treatable Water-Bearing FM: 60

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: Yes

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: 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? 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: VANOSS

D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 14-26301

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION

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.

HORIZONTAL HOLE 1

Sec 35 Twp 20N Rge 5E County PAWNEE

Spot Location of End Point: S2 S2 SE SW

Feet From: SOUTH 1/4 Section Line: 150

Feet From: WEST 1/4 Section Line: 1980

Depth of Deviation: 2900

Radius of Turn: 1090

Direction: 180

Total Length: 5000

Measured Total Depth: 8410

True Vertical Depth: 3720

End Point Location from Lease,  
Unit, or Property Line: 150

Notes:

Category

Description

LOCATION EXCEPTION - 610770

1/23/2014 - G30 - (I.O.) 35-20N-5E  
X609156 MSSP, WDFD  
1ST PERF NCT 150 FNL/FSL, NCT 330 FEL/FWL  
LAST PERF NCT 150 FSL/FNL, NCT 330 FEL/FWL  
RED FORK (USA) INVESTMENTS, INC. D.B.A. REDFORK ENERGY  
4/24/13

SPACING - 609156

1/23/2014 - G30 - (640 HOR) 35-20N-5E  
EST MSSP, WDFD  
POE TO BHL (MSSP) NLT 660' FB, NCT 600' FWB  
POE TO BHL (WDFD) NLT 330' FB, NCT 600' FWB