

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

API NUMBER: 045 23453

Approval Date: 03/27/2014
Expiration Date: 09/27/2014

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 24 Twp: 21N Rge: 24W County: ELLIS
SPOT LOCATION: E2 W2 SE SE FEET FROM QUARTER: FROM SOUTH FROM EAST
SECTION LINES: 660 825

Lease Name: FAGALA 24-21-24 Well No: 1H Well will be 660 feet from nearest unit or lease boundary.

Operator Name: APACHE CORPORATION Telephone: 9184914900; 9184914 OTC/OCC Number: 6778 0

APACHE CORPORATION
6120 S YALE AVE STE 1500
TULSA, OK 74136-4224

GARY AND MARY CROW, H/W
RR 1 BOX 76
GAGE OK 73843

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

Name	Depth	Name	Depth
1 COTTAGE GROVE	10499	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: 622687

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201400639

Special Orders:

Total Depth: 11600

Ground Elevation: 2237

Surface Casing: 1900

Depth to base of Treatable Water-Bearing FM: 390

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: 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: 1B

Liner required for Category: 1B

Pit Location is BED AQUIFER

Pit Location Formation: OGALLALA

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

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

PERMIT NO: 14-26632

H. CONCRETE LINED PIT 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 24 Twp 21N Rge 24W County ELLIS

Spot Location of End Point: NW NW NE NE

Feet From: NORTH 1/4 Section Line: 335

Feet From: EAST 1/4 Section Line: 1200

Depth of Deviation: 6860

Radius of Turn: 573

Direction: 355

Total Length: 4304

Measured Total Depth: 11600

True Vertical Depth: 10499

End Point Location from Lease,
Unit, or Property Line: 335

Notes:

Category	Description
DEEP SURFACE CASING	3/27/2014 - G30 - 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
PENDING CD - 201400639	3/27/2014 - G30 - 24-21N-24W X622687 CGGV SHL NCT 5 FSL, NCT 5 FEL 1ST PERF NCT 330 FSL, NCT 600 FEL LAST PERF NCT 330 FNL, NCT 600 FEL NO OP. NAMED REC 3/6/14 (JOHNSON)
SPACING - 622687	3/27/2014 - G30 - (640 HOR) 24-21N-24W EST CGGV POE TO BHL NLT 660' FB (COEXIST WITH SP. 98320 CGGV)

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