API NUMBER: 047 24840

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)

04/21/2014 Approval Date: Expiration Date: 10/21/2014

PERMIT TO DRILL

WELL LOCATION: Sec: SPOT LOCATION: SW Lease Name: KROE Operator Name: SA	SW SE SE	FEET FROM QUARTER: FROM SECTION LINES: Well No:	SOUTH FROM E.	AST 990 Well will 296169	l be 200 feet from nearest unit or lease boundary. OTC/OCC Number: 22281 0
	EXPLORATION & PROD S KERR AVE STE 1702 ITY, OK	UCTION LLC 73102-6406		CHRISTIAN J. DE P.O. BOX 564 NOWATA	TTLE & CAROLYN M. DETTLE OK 74048
Name	ermit Valid for Listed For	mations Only): Depth 6321	6	Name	Depth
1 MISSIS 2 3 4 5	SIPPIAN	03Z1	7 8 9 10		
Spacing Orders: No S Pending CD Numbers:	pacing 201402076 201402077	Location Exception	Orders:		Increased Density Orders: Special Orders:
Total Depth: 11902	Ground Elevation: 13	Surface (Casing: 1500	Di	epth to base of Treatable Water-Bearing FM: 50

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

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

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED Chlorides Max: 10000 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?

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: CEDAR HILLS

PERMIT NO: 14-26881

HORIZONTAL HOLE 1

Sec 06 Twp 23N Rge 7W County GARFIELD

Spot Location of End Point: N2 N2 NE NE Feet From: NORTH 1/4 Section Line: 150

Feet From: EAST 1/4 Section Line: 660

Depth of Deviation: 5774 Radius of Turn: 890

Direction: 5

Total Length: 4730

Measured Total Depth: 11902

True Vertical Depth: 6351

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

Notes:

Category Description

DEEP SURFACE CASING 4/11/2014 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR

SURFACE CASING

PENDING CD - 201402076 4/21/2014 - G75 - (640)(HOR) 6-23N-7W

EST OTHER EXT 614136 MSSP POE TO BHL NLT 660' FB

(SUPERSEDE SP. ORDER # 192208 MISS; COEXIST WITH PRODUCING NON-HORIZONTAL

SPACING UNITS) **
REC 4-14-2014 (LEAVITT)

** S/B SUPERSEDE SP. ORDER # 192208 MISS & ORDER # 220762 CSTR; TO BE CORRECTED

IN ORDER SUBMITTED TO OCC PER ATTORNEY FOR OPERATOR

PENDING CD - 201402077 4/21/2014 - G75 - (I.O.) 6-23N-7W

X201402076 MSSP

COMPL. INT. NCT 150 FSL, NCT 150 FNL, NCT 560 FEL

NO OP. NAMED

REC 4-14-2014 (LEAVITT)