API NUMBER: 045 23468

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: 04/29/2014
Expiration Date: 10/29/2014

6722 0

Well will be 250 feet from nearest unit or lease boundary.

OTC/OCC Number:

PERMIT TO DRILL

WELL LOCATION:	Sec: 31	Twp: 21N	Rge: 24	W	County:	ELLIS	3		
SPOT LOCATION:	NE NE	NE	NW	FEET FROM QUA	ARTER: F	ROM	NORTH	FROM	WEST
				SECTION LINES:			250		2440
Lease Name:	MASON 31 CN				Well	No:	2HCG		
Operator	MEWBOUR	NE OIL COM	PANY				Teleph	one:	9035612900

MEWBOURNE OIL COMPANY

PO BOX 7698

TYLER, TX 75711-7698

TEDDY RAY MILLER P.O. BOX 296

ARNETT OK 73832

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

Name	Depth	Name	Depth	
1 COTTAGE GROVE	7300	6		
2		7		
3		8		
4		9		
5		10		
Spacing Orders: 605159	Location Exception Orders:	620758	Increased Density Orders: 619057	

Pending CD Numbers: Special Orders:

Total Depth: 11835 Ground Elevation: 2243 Surface Casing: 2000 Depth to base of Treatable Water-Bearing FM: 480

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

Chlorides Max: 25000 Average: 7500
Is depth to top of ground water greater than 10ft below base of pit? Y

H. SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER

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 AP/TE DEPOSIT

Pit Location Formation: TERRACE

HORIZONTAL HOLE 1

Sec 31 **ELLIS** Twp 21N Rge 24W County Spot Location of End Point: F2 SF SE SW Feet From: SOUTH 1/4 Section Line: 330 Feet From: WEST 1/4 Section Line: 2440

Depth of Deviation: 6773
Radius of Turn: 580
Direction: 180
Total Length: 4151

Measured Total Depth: 11835

True Vertical Depth: 7373

End Point Location from Lease,
Unit, or Property Line: 330

Notes:

Category Description

DEEP SURFACE CASING 4/28/2014 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

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

SURFACE CASING

INCREASED DENSITY - 619057 4/29/2014 - G75 - 31-21N-24W

X605159 CGGV

1 WELL

MEWBOURNE OIL CO.

12-11-2013

LOCATION EXCEPTION - 620758 4/29/2014 - G75 - (I.O.) 31-21N-24W

X605159 CGGV

SHL NCT 250 FNL, NCT 1400 FEL OR FWL POE NCT 330 FNL, NCT 1400 FEL OR FWL BHL NCT 330 FSL, NCT 1400 FEL OR FWL

MEWBOURNE OIL CO.

1-23-2014

SPACING - 605159 4/29/2014 - G75 - (640)(HOR) 31-21N-24W

EST CGGV

POE TO BHL NCT 660' FB

(SUPERSEDE NON-DEVELOPED NON-HORIZONTAL SPACING UNITS: COEXIST WITH

PRODUCING NON-HORIZONTAL SPACING UNITS)