API NUMBER: 129 23936 A

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

Approval Date:	04/08/2014
Expiration Date:	10/08/2014

Horizontal Hole Oil & Gas

Amend reason: CHANGE BOTTOM-HOLE LOCATION; UPDATE LOCATION EXCEPTION ORDER

AMEND PERMIT TO DRILL

 WELL LOCATION:
 Sec:
 26
 Twp:
 14N
 Rge:
 23W
 County:
 ROGER MILLS

 SPOT LOCATION:
 SW
 SE
 SE
 SW
 FEET FROM QUARTER:
 FROM
 SOUTH
 FROM
 WEST

 SECTION LINES:
 259
 1997

Lease Name: MCGARRAUGH Well No: 1H-35 Well will be 259 feet from nearest unit or lease boundary.

Operator LE NORMAN OPERATING LLC Telephone: 4055481200 OTC/OCC Number: 22738 0

LE NORMAN OPERATING LLC 4700 GAILLARDIA PKWY STE 200

OKLAHOMA CITY. OK 73142-1881

RICHARD E. SMALLEY III 911 THISTLEWOOD

NORMAN OK 73072

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

Name Depth Name Depth CLEVELAND 1 11225 6 2 7 3 8 4 9 10 226959 Spacing Orders: Location Exception Orders: 625509 Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 16300 Ground Elevation: 1952 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 440

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

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: CLOUD CHIEF

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-26876

H. SEE MEMO

PIT 2 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: OIL BASED

Chlorides Max: 40000 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: 3

Liner required for Category: 3

Pit Location is BED AQUIFER

Pit Location Formation: CLOUD CHIEF

## **HORIZONTAL HOLE 1**

Sec 35 Twp 14N Rge 23W County ROGER MILLS

Spot Location of End Point: C SE SW SW
Feet From: SOUTH 1/4 Section Line: 330
Feet From: WEST 1/4 Section Line: 990

Depth of Deviation: 10720 Radius of Turn: 580 Direction: 195 Total Length: 4669

Measured Total Depth: 16300

True Vertical Depth: 11300

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

 Additional Surface Owner
 Address
 City, State, Zip

 ELIZABETH ANN WHITMIRE
 316 CHALMETTE DRIVE, APT C
 NORMAN, OK 73071

Notes:

Category Description

DEEP SURFACE CASING 4/8/2014 - 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

LOCATION EXCEPTION - 625509 6/9/2014 - G75 -

X226959 CLVD

SHL 259 FSL, 1997 FWL 26-14N-23W

COMP. INT. NCT 330 FNL, NCT 330 FSL, NCT 660 FWL 35-14N-23W

LE NORMAN OP., LLC

5-16-2014

MEMO 4/8/2014 - G30 - PIT 1 - SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT

LINER; PIT 2 - 20-MIL LINER REQUIRED, OBM RETURNED TO VENDOR, CUTTINGS PERMITTED

PER DISTRICT

SPACING - 226959 4/8/2014 - G30 - (640) 35-14N-23W

EXT 155066 CLVD, OTHERS