

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

API NUMBER: 019 26127

Approval Date: 09/03/2014

Expiration Date: 03/03/2015

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 35 Twp: 3S Rge: 3E

County: CARTER

SPOT LOCATION:

FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 2350 190

Lease Name: GREENWAY

Well No: 35-2H

Well will be 190 feet from nearest unit or lease boundary.

Operator Name: BNK PETROLEUM (US) INC

Telephone: 8054843613

OTC/OCC Number: 21948 0

BNK PETROLEUM (US) INC
760 PASEO CAMARILLO STE 350
CAMARILLO, CA 93010-0763

CAROL D. BARRON (1/8 UI)
3954 SE FAIRWAY E.
STUART FL 34997

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

	Name	Depth	Name	Depth
1	CANEY	10000	6	
2			7	
3			8	
4			9	
5			10	

Spacing Orders: 142014

Location Exception Orders: 626456

Increased Density Orders:

613267

Pending CD Numbers:

Special Orders:

Total Depth: 16200

Ground Elevation: 704

Surface Casing: 1500

Depth to base of Treatable Water-Bearing FM: 740

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

F. Haul to Commercial soil farming facility: Sec. 28 Twn. 5S Rng. 3W Cnty. 19 Order No: 533041

H. SEE MEMO

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.

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED

Chlorides Max: 350000 Average: 250000

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 35 Twp 3S Rge 3E County CARTER

Spot Location of End Point: NE NW NW NW

Feet From: SOUTH 1/4 Section Line: 2639

Feet From: WEST 1/4 Section Line: 350

Depth of Deviation: 9300

Radius of Turn: 1000

Direction: 360

Total Length: 5329

Measured Total Depth: 16200

True Vertical Depth: 10300

End Point Location from Lease,
Unit, or Property Line: 1

Additional Surface Owner	Address	City, State, Zip
MICHAEL F. DUNN (3/8 UI)	12117 CAMELOT PLACE	OKLAHOMA CITY, OK 73120
H. DILLON PAGE & VIRGIL R. PAGE (1197 PONDEROSA RD.	ARDMORE, OK 73401

Notes:

Category

Description

DEEP SURFACE CASING

9/3/2014 - G76 - 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 - 613267

9/3/2014 - G91 - (I.O.) 35-3S-3E
X 142014 CNEY, OTHER
SHL 400 FNL, 250 FWL **
POE NCT 0 FSL, NCT 330 FWL
1ST PERF NCT 165' FSL, NCT 330' FWL
LAST PERF NCT 165' FNL, NCT 330' FWL
BHL NCT 0 FNL, NCT 330 FWL
NO OP. NAMED
6-28-2013

** S/B SHL 2350 FNL, 190 FWL; TO BE CORRECTED IN FINAL PER OPERATOR**

LOCATION EXCEPTION - 626456

9/3/2014 - G91 -
EXT 613267 CNEY UNTIL 6-28-2015

MEMO

9/3/2014 - G76 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS REQUIRED (WASHITA RIVER), PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 142014

9/3/2014 - G91 - (640) 35-3S-3E
EST CNEY, OTHERS

This permit does not address the right of entry or settlement of surface damages.

019 26127 GREENWAY 35-2H

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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.