API NUMBER: 045 23520

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: 09/18/2014 Expiration Date: 03/18/2015

22738 0

Well will be 300 feet from nearest unit or lease boundary.

OTC/OCC Number:

PERMIT TO DRILL

| SPOT LOCATION: | SE SW | sv | ٧ | SW | FEET FROM QUA | | FROM | SOUTH | FROM | WEST |
|----------------|----------|--------|--------|-------|----------------|-----|---------|-------------|-------|------------|
| Lease Name: S | SCHULTZ | | | | SECTION LINES. | | ell No: | 300 2H-1 | | 600 |
| Operator | LE NORMA | N OPER | RATING | 3 LLC | | ••• | 110. | Teleph | none: | 4055481200 |

LE NORMAN OPERATING LLC 4700 GAILLARDIA PKWY STE 200

OKLAHOMA CITY, OK 73142-1881

CECILIA C. PSHIGODA, REVOCABLE TRUST 1834 W. 60TH NORTH

WICHITA KS 67204

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

| | Name | Depth | Name | Depth |
|-----------------|-----------|----------------------------|------|---------------------------|
| 1 | CLEVELAND | 8700 | 6 | |
| 2 | | | 7 | |
| 3 | | | 8 | |
| 4 | | | 9 | |
| 5 | | | 10 | |
| Spacing Orders: | 100596 | Location Exception Orders: | | Increased Density Orders: |

Pending CD Numbers: 201405994 Special Orders:

Total Depth: 13593 Ground Elevation: 2499 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 690

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: ON SITE A. Evaporation/dewater and backfilling of reserve pit.

Type of Mud System: WATER BASED

Chlorides Max: 8000 Average: 5000

H. SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER Is depth to top of ground water greater than 10ft below base of pit?

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

HORIZONTAL HOLE 1

Sec 01 Rge 26W County **ELLIS** Twp 19N Spot Location of End Point: E2 NW NW NW 330 Feet From: NORTH 1/4 Section Line: Feet From: WEST 1/4 Section Line: 600

Depth of Deviation: 8200
Radius of Turn: 500
Direction: 360
Total Length: 4607

Measured Total Depth: 13593

True Vertical Depth: 8700

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

Notes:

Category Description

DEEP SURFACE CASING 9/18/2014 - 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

PENDING CD - 201405994 9/18/2014 - G91 - (I.O.) 1-19N-26W

X 100596 CLVD SHL 200 FSL, 560 FWL**

COMP. INT. NCT 200 FSL, NCT 165 FNL, NCT 560 FWL

NO OP. NAMED 9-8-2014 (PORTER)

** SHL TO BE CORRECTED IN FINAL ORDER PER OPERATOR**

SPACING - 100596 9/18/2014 - G91 - (640) 1-19N-26W

EXT OTHERS EST CLVD, OTHERS