API NUMBER: 129 24008

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: 09/22/2014 Expiration Date: 03/22/2015

PERMIT TO DRILL

							SECTION LINES:		250		2180
SPOT LOCATION:	SE	SW	SV	٧	SE		FEET FROM QUARTER:	FROM	SOUTH	FROM	EAST
WELL LOCATION:	Sec:	24	Twp:	17N	Rge:	25V	/ County:	ROG	ER MILLS		

Lease Name: TWO D RANCH Well No: 1H-25 Well will be 250 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

TWO D RANCH LLC

5001 GAILLARDIA CORP PLACE

OKLAHOMA CITY OK 73142

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

	Name	Depth	Name	Depth
1	CLEVELAND	9650	6	
2			7	
3			8	
4			9	
5			10	
Spacing Orders:	629333	Location Exception Orders:	630030	Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 14961 Ground Elevation: 2096 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 470

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 AP/TE DEPOSIT

Pit Location Formation: TERRACE

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-28271
H. SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER

HORIZONTAL HOLE 1

Sec 25 Twp 17N Rge 25W County ROGER MILLS

Spot Location of End Point: S2 S2 SW SE
Feet From: SOUTH 1/4 Section Line: 165
Feet From: WEST 1/4 Section Line: 660

Depth of Deviation: 9150
Radius of Turn: 550
Direction: 179
Total Length: 4947

Measured Total Depth: 14961
True Vertical Depth: 9700
End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 9/22/2014 - 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 - 630030 9/22/2014 - G91 - (I.O.)(640)(HOR)

X 629333 CLVD

SHL 250 FSL, 2180 FEL 24-17N-25W

COMP. INT. NCT 165 FNL, NCT 165 FSL, NCT 1320 FEL 25-17N-25W

9-3-2014

SPACING - 629333 9/22/2014 - G91 - (640)(HOR) 25-17N-25W

EXT 606800 CLVD POE TO BHL NCT 660' FB

(SUPERCEDE NON-DEVELOP NON-HORIZONTAL) SPACING UNITS; COEXIST PRODUCING NON

-HORIZONTAL SPACING UNITS)

129-24008

