API NUMBER: 019 26142

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: 10/06/2014 04/06/2015 **Expiration Date**

PERMIT TO DRILL

County: CARTER WELL LOCATION: Sec: Twp: 3S Rge: 2E

FEET FROM QUARTER: SPOT LOCATION: FROM NORTH EAST NE llnw NE SECTION LINES: 270

Lease Name: OTEY Well No: 2-34H27 Well will be 270 feet from nearest unit or lease boundary.

1340

XTO ENERGY INC Operator OTC/OCC Number: Telephone: 8178853255 21003 0 Name:

XTO ENERGY INC 810 HOUSTON ST

FORT WORTH. TX 76102-6203 WANDA OTEY TRUST 1810 4TH AVE. SW

ARDMORE OK 73401

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

Name Depth Name Depth WOODFORD 1 13623 6 2 7 3 8 4 9 10 197431 Spacing Orders: Location Exception Orders: Increased Density Orders: 630546

Pending CD Numbers: 201405613 Special Orders:

Ground Elevation: 760 Depth to base of Treatable Water-Bearing FM: 940 Total Depth: 18750 Surface Casing: 1990

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

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

Type of Mud System: AIR D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-28448

H. SEE MEMO 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?

Pit is not located in a Hydrologically Sensitive Area.

Category of Pit: 4

Liner not required for Category: 4 Pit Location is NON HSA Pit Location Formation: DEESE

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000).

PIT 2 INFORMATION

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is NON HSA
Pit Location Formation: DEESE

PIT 3 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 300000 Average: 200000

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is NON HSA
Pit Location Formation: DEESE

HORIZONTAL HOLE 1

Sec 27 Twp 3S Rge 2E County CARTER

Spot Location of End Point: NW NW NE NE

Feet From: NORTH 1/4 Section Line: 1
Feet From: EAST 1/4 Section Line: 1280

Depth of Deviation: 12063 Radius of Turn: 1000

Direction: 3

Total Length: 5116

Measured Total Depth: 18750

True Vertical Depth: 13700

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

Notes:

Category Description

DEEP SURFACE CASING 9/19/2014 - G76 - 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 - 630546 10/6/2014 - G75 - 27-3S-2E

X197431 WDFD 1 WELL

XTO ENERGY INC.

9-12-2014

Category Description

MEMO 9/19/2014 - G76 - PIT 2 & 3 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 3 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201405613 10/6/2014 - G75 - (I.O.)

X197431 WDFD

SHL 270 FNL, 1340 FEL 34-3S-2E

COMPL. INT. NCT 165 FSL, NCT 165 FNL, NCT 1280 FEL 27-3S-2E

NO OP. NAMED

REC 8-26-2014 (NORRIS)

SPACING - 197431 10/6/2014 - G75 - (640) 27-3S-2E

EXT OTHERS

EXT 135984 WDFD, OTHERS

