API NUMBER: 129 24039

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: 01/06/2015
Expiration Date: 07/06/2015

PERMIT TO DRILL

WELL LOCATION: Sec: 21 Twp: 15N Rge: 26W County: ROGER MILLS

SPOT LOCATION: SW NE NW NW FEET FROM QUARTER: FROM NORTH FROM WEST SECTION LINES: 350 850

Lease Name: WASHITA RIVER Well No: 3H-16 Well will be 350 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 73142-1839

WASHITA RIVER ENTERPRISES, LLC

P.O. BOX 3417

LITTLE ROCK AR 72203

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

Name Depth Name Depth CLEVELAND 1 10200 6 2 7 8 3 4 9 10 135140 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201408630 Special Orders:

201408629

Total Depth: 15447 Ground Elevation: 2346 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 130

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: 35000 Average: 5000

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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? 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: OGALLALA

HORIZONTAL HOLE 1

Sec 16 Twp 15N Rge 26W County ROGER MILLS

Spot Location of End Point: NW NE NW NW
Feet From: NORTH 1/4 Section Line: 165
Feet From: WEST 1/4 Section Line: 700

Depth of Deviation: 9620
Radius of Turn: 580
Direction: 359
Total Length: 4916

Measured Total Depth: 15447

True Vertical Depth: 10200

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 1/6/2015 - 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

PENDING CD - 201408629 1/6/2015 - G91 - 16-15N-26W

X135140 CLVD 1 WELL NO OP. NAMED

REC. 12-18-2014 (P. PORTER)

PENDING CD - 201408630 1/6/2015 - G91 - (I.O.) 16-15N-26W

X135140 CLVD

SHL 350 FNL 700 FWL ** (21-15N-26W)

COMPL INT. NCT 165 FSL, NCT 165 FNL, NCT 700 FEL

NO OP. NAMED

REC. 12-18-2014 (P.PORTER)

** SHL TO BE CORRECTED AT FINAL HEARING PER OPERATOR**

SPACING - 135140 1/6/2015 - G91 - (640) 16-15N-26W

EXT 100037 CLVD EXT OTHERS EST OTHERS

WATERSHED STRUCTURE 1/6/2015 - G71 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION

WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (580)

497-3413 PRIOR TO DRILLING