API NUMBER: 019 26164

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: 01/22/2015 07/22/2015 **Expiration Date**

PERMIT TO DRILL

WELL LOCATION: Sec: 05 Twp: 3S Rge: 3W County: CARTER

FEET FROM QUARTER: FROM SPOT LOCATION: sw NW FROM NORTH EAST ll NE NE SECTION LINES:

Lease Name: DAVIS Well No: 1-5H Well will be 410 feet from nearest unit or lease boundary.

1000

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

410

XTO ENERGY INC 810 HOUSTON ST

FORT WORTH. TX 76102-6203 JOHN DAVIS & ROBYN DAVIS 12785 TAYLOR FRANCES LANE

HASLET TX 76052

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

Name Depth Name Depth 1 CANEY 10180 6 2 SYCAMORE 10630 7 WOODFORD 10850 8 3 HUNTON 11203 9 10 627835 Spacing Orders: Location Exception Orders: 628249 Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 16800 Ground Elevation: 1051 Surface Casing: 1990 Depth to base of Treatable Water-Bearing FM: 660

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: 14-28089 Is depth to top of ground water greater than 10ft below base of pit? Y H. SEE MEMO

Within 1 mile of municipal water well? N

Wellhead Protection Area?

is located in a Hydrologically Sensitive Area.

Category of Pit: 4

Liner not required for Category: 4 Pit Location is BED AQUIFER Pit Location Formation: GARBER

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?

is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C Pit Location is BED AQUIFER Pit Location Formation: GARBER

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?

is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C Pit Location is BED AQUIFER Pit Location Formation: GARBER

HORIZONTAL HOLE 1

Sec 05 Twp 3S Rge 3W County **CARTER**

SE Spot Location of End Point: SW SE Feet From: SOUTH 1/4 Section Line: 20 Feet From: EAST 1/4 Section Line: 400

Depth of Deviation: 9663 Radius of Turn: 1305

Direction: 170 Total Length: 5086

Measured Total Depth: 16800 True Vertical Depth: 12400 End Point Location from Lease, Unit, or Property Line: 20

Notes:

Category Description

DEEP SURFACE CASING 10/23/2014 - 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

Category Description

LOCATION EXCEPTION - 628249 12/29/2014 - G76 - (I.O.) 5-3S-3V

12/29/2014 - G76 - (I.O.) 5-3S-3W X627835 CNEY, SCMR, WDFD, HNTN

SHL 0 FNL, 0 FEL**

COMPL. INT. NCT 165 FNL, NCT 165 FSL, NCT 330 FEL

XTO ENERGY, INC.

7/24/2014

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

MEMO 10/23/2014 - G71 - PITS 2 & 3 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 3

- OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 627835 12/29/2014 - G76 - (640) 5-3S-3W

VAC 199701 SCMR, HNTN

EXT 615542 CNEY, SCMR, WDFD, HNTN