API NUMBER: 119 24337

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: 04/03/2015
Expiration Date: 10/03/2015

PERMIT TO DRILL

WELL LOCATION: Sec: 35 Twp: 19N Rge: 2E County: PAYNE

SPOT LOCATION: NE SE SE SW FEET FROM QUARTER: FROM SOUTH FROM WEST SECTION LINES: 478 2376

Lease Name: DUNCAN 35-26-19N-2E Well No: 1WH Well will be 478 feet from nearest unit or lease boundary.

Operator AMERICAN ENERGY-WOODFORD LLC Telephone: 4056085540; 4054188 OTC/OCC Number: 23358 0

AMERICAN ENERGY-WOODFORD LLC

PO BOX 18756

OKLAHOMA CITY, OK 73154-0756

DUNCAN-AKERS PROPERTIES

808 S. MAIN #314

STILLWATER OK 74074

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

Name Depth Name Depth MISSISSIPPIAN 1 4453 6 2 WOODFORD 4585 7 MISENER-HUNTON 4630 8 3 9 10 623324 Spacing Orders: Location Exception Orders: Increased Density Orders: 622940

Pending CD Numbers: 201500709 Special Orders:

201500710 201500707

Total Depth: 15000 Ground Elevation: 999 **Surface Casing: 330** Depth to base of Treatable Water-Bearing FM: 280

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: 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? Y

Wellhead Protection Area? Y

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: CPit Location is BED AQUIFER

Pit Location Formation: WELLINGTON

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 15-29763

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

HORIZONTAL HOLE 1

PAYNE Sec 26 Twp 19N Rge 2E County Spot Location of End Point: NE NW NΙ\Λ/ NE Feet From: NORTH 1/4 Section Line: 165 Feet From: EAST 1/4 Section Line: 2180

Depth of Deviation: 3830 Radius of Turn: 800

Direction: 5

Total Length: 9913

Measured Total Depth: 15000

True Vertical Depth: 4630

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

Notes:

Category Description

PENDING CD - 201500707 4/2/2015 - G76 - 26 & 35-19N-2E

X623324 (26-19N-2E) MSSP, MSRH, WDFD X622940 (35-19N-2E) MSSP, MSRH, WDFD

2 WELLS

NO OP. NAMED

REC. 3/31/2015 (LEAVITT)

PENDING CD - 201500709 4/2/2015 - G76 - (I.O.)(MULTIUNIT) 26 & 35-19N-2E

EST MULTIUNIT HORIZTONAL WELL X623324 (26-19N-2E) MSSP, MSRH, WDFD X622940 (35-19N-2E) MSSP, MSRH, WDFD

(MSSP, MSRH ASSOCIATED COMMON SOURCES OF SUPPLY TO WDFD)

50% 26-19N-2E 50% 35-19N-2E NO OP. NAMED

REC. 3/31/2015 (LEAVITT)

PENDING CD - 201500710 4/2/2015 - G76 - (I.O.) 26 & 35-19N-2E

X623324 (26-19N-2E) MSSP, MSRH, WDFD X622940 (35-19N-2E) MSSP, MSRH, WDFD 1ST PERF (35-19N-2E) NCT 165 FSL, NCT 1320 FEL

LAST PERF (35-19N-2E) NCT 0 FNL, NCT 1320 FEL 1ST PERF (26-19N-2E) NCT 0 FNL, NCT 1320 FEL 1ST PERF (26-19N-2E) NCT 0 FSL, NCT 1320 FEL LAST PERF (26-19N-2E) NCT 165 FNL, NCT 1320 FEL

NO OP. NAMED

REC. 3/31/2015 (LEAVITT)

PUBLIC WATER SUPPLY/WELLHEAD

PROTECTION AREA

4/2/2015 - G71 - CINDY COOPER CATERINGS - 1 PWS/WPA, N2 35-19N-2E

SPACING - 622940 4/2/2015 - G76 - (640)(HOR) 35-19N-2E

VAC 219439 MISS, MSNR NE4 NE4 35-19N-2E EXT 619173 MSSP, MSRH, WDFD POE TO BHL (MSSP, MSRH) NCT 660' FB POE TO BHL (WDFD) NCT 330' FB

SPACING - 623324 4/2/2015 - G76 - (640)(HOR) 26-19N-2E

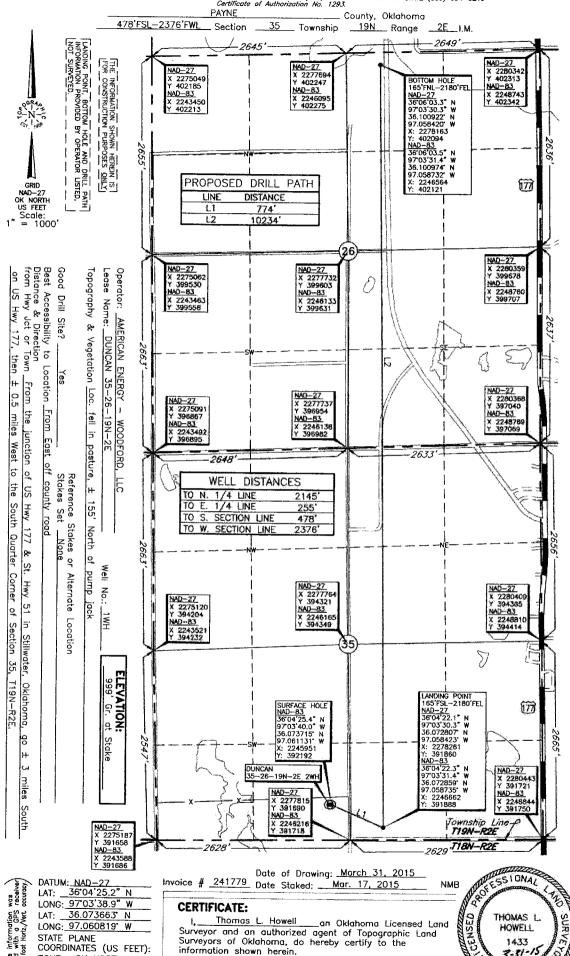
EXT 619173 MSSP, MSRH, WDFD POE TO BHL (MSSP, MSRH) NCT 660' FB POE TO BHL (WDFD) NCT 330' FB

This permit does not address the right of entry or settlement of surface damages.

The duration of this permit is SIX MONTHS, except as otherwise provided by Rule 165: 10-3-1.

Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of the Conservation Division as to when Surface Casing will be run.

API-119-24337 TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA HTLL
6709 NORTH CLASSEN BLVD., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654Certificate of Authorization No. 1293.



COORDINATES (US FEET): ZONE: <u>OK NORTH</u> X: <u>2277550</u>

392165

Thoma I. Have Oklahoma Lic. No. 143

