

OKLAHOMA CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
P.O. BOX 52000
OKLAHOMA CITY, OK 73152-2000
(Rule 165:10-3-1)

API NUMBER: 047 24838

Approval Date: 04/21/2014
Expiration Date: 10/21/2014

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 15 Twp: 23N Rge: 5W County: GARFIELD
SPOT LOCATION: SE SE SW SW FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 230 1240

Lease Name: MIKE 2305 Well No: 1-15H Well will be 230 feet from nearest unit or lease boundary.
Operator Name: SANDRIDGE EXPLORATION & PRODUCTION LLC Telephone: 4054296169 OTC/OCC Number: 22281 0

SANDRIDGE EXPLORATION & PRODUCTION LLC
123 ROBERT S KERR AVE STE 1702
OKLAHOMA CITY, OK 73102-6406

LOWELL H. DIEL & MIKE DIEL
631 N. 102ND STREET
ENID OK 73701

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

Name	Depth	Name	Depth
1	MISSISSIPPIAN	5859	6
2			7
3			8
4			9
5			10

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201402218
201402219

Special Orders:

Total Depth: 11699 Ground Elevation: 1163 **Surface Casing: 1500** Depth to base of Treatable Water-Bearing FM: 300

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

PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

Chlorides Max: 10000 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 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: FAIRMONT

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-26984
H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

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.

HORIZONTAL HOLE 1

Sec 15 Twp 23N Rge 5W County GARFIELD

Spot Location of End Point: N2 N2 NW NW

Feet From: NORTH 1/4 Section Line: 150

Feet From: WEST 1/4 Section Line: 660

Depth of Deviation: 5587

Radius of Turn: 890

Direction: 355

Total Length: 4714

Measured Total Depth: 11699

True Vertical Depth: 6164

End Point Location from Lease,
Unit, or Property Line: 150

Notes:

Category	Description
DEEP SURFACE CASING	4/18/2014 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR SURFACE CASING
PENDING CD - 201402218	4/18/2014 - G30 - (640)(HOR) 15-23N-5W EST OTHER EXT 613935 MSSP, OTHER POE TO BHL NLT 660' FB (SUPERSEDE SP. ORDER # 55417 MSSLM; COEXIST WITH PRODUCING NON-HORIZONTAL SPACING UNITS) REC 4/15/14 (NORRIS)
PENDING CD - 201402219	4/18/2014 - G30 - 15-23N-5W X201402218 MSSP COMP. INT. NCT 150 FSL, NCT 150 FNL, NCT 1290 FWL ** NO OP. NAMED REC 4/15/14 (NORRIS)
	** ITD HAS BHL AS 660 FWL; TO BE CORRECTED AT HEARING FOR FINAL ORDER LOCATION EXCEPTION PER OPERATOR