PI NUMBER: 093 25140 rizontal Hole Oil & Gas	OIL & GAS (F OKLAHO	ORPORATION COMMIS CONSERVATION DIVISI P.O. BOX 52000 MA CITY, OK 73152-200 Rule 165:10-3-1)	ON Approval Da		
	<u>P</u>	ERMIT TO DRILL			
WELL LOCATION: Sec: 30 Twp: 20N Rge: 14W					
		DUTH FROM WEST			
Lease Name: BULLSEYE	Well No: 20	′5 260 0-14-30 1H	Well will be 175 feet from	nearest unit or lease boundary.	
Operator STAGHORN PETROLEUM II LLC Name:		Telephone: 9185842558	OTC/OCC Numb		
STAGHORN PETROLEUM II LLC 1 W 3RD ST STE 1000 TULSA, OK 74	4103-3500		N BRYANT & THERESA BRY EAST COUNTY ROAD 58 ER OK	ANT 73838	
Formation(s) (Permit Valid for Listed Forma Name 1 MISSISSIPPIAN 2	tions Only): Depth 9345	Name 6 7		Depth	
3		8			
4		9			
5		10			
Spacing Orders: 677969	Location Exception Or	ders:	Increased Density Ord	lers:	
Pending CD Numbers: 201802386			Special Orders:		
· · · · · · · · · · · · · · · · · · ·					
Total Depth: 14100 Ground Elevation: 1682	Surface Ca	sing: 1500	Depth to base of Treatable	Water-Bearing FM: 320	
Under Federal Jurisdiction: No	Fresh Water Su	upply Well Drilled: No	Surface W	Surface Water used to Drill: Yes	
PIT 1 INFORMATION		Approved Method	for disposal of Drilling Fluids:		
Type of Pit System: CLOSED Closed System Means Stee	I Pits				
Type of Mud System: WATER BASED		D. One time land	application (REQUIRES PERMIT)	PERMIT NO: 18-3452	
Chlorides Max: 8000 Average: 5000		H. SEE MEMO			
Is depth to top of ground water greater than 10ft below base Within 1 mile of municipal water well? $$\rm N$$	of pit? Y				
Wellhead Protection Area? N					
Pit is located in a Hydrologically Sensitive Area.					
Category of Pit: C					
Liner not required for Category: C					
Pit Location is AP/TE DEPOSIT					
Pit Location Formation: TERRACE					

PIT 2 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 located in a Hydrologically Sensitive Area. Category of Pit: C Liner not required for Category: C

 Pit Location is
 AP/TE DEPOSIT

 Pit Location Formation:
 TERRACE

HORIZONTAL HOLE 1

Sec 3	30	Тwp	20N	Rge	14V	v c	ounty	MAJOR
Spot Lo	ocation	of En	d Point	: NE	5	NW	NW	NW
Feet Fr	om:	NOF	RTH	1/4 Sec	tion	Line:	13	5
Feet Fr	rom:	WES	ST	1/4 Sec	ction	Line:	36	0
Depth of Deviation: 8564								
Radius of Turn: 573								
Direction: 2								
Total Length: 4636								
Measured Total Depth: 14100								
True Vertical Depth: 9345								
End Point Location from Lease,								
Unit, or Property Line: 135								

Notes:	
Category	Description
DEEP SURFACE CASING	5/21/2018 - G75 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR SURFACE CASING
HYDRAULIC FRACTURING	5/15/2018 - G71 - OCC 165:10-3-10 REQUIRES:
	1) PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE;
	2) WITH NOTICE ALSO GIVEN 48 HOURS IN ADVANCE OF HYDRAULIC FRACTURING ALL WELLS TO BOTH THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES, USING THE "FRAC NOTICE FORM" FOUND AT THE FOLLOWING LINK: OCCEWEB.COM/OG/OGFORMS.HTML; AND,
	3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG
INTERMEDIATE CASING	5/15/2018 - G71 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER- PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE MORROW SERIES
МЕМО	5/15/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 - OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

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. PENDING CD - 201802386

SPACING - 677969

Description

5/21/2018 - G75 - (I.O.) 30-20N-14W X677969 MSSP COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 330' FWL NO OP. NAMED REC 4-16-2018 (JOHNSON) 5/21/2018 - G75 - (640)(HOR) 30-20N-14W EXT 652802 MSSP, OTHERS COMPL. INT. NLT 660' FB (COEXIST SP. ORDER # 86465 CRLM, MSSSD & ORDER # 141045 MPLM)

