PI NUMBER: 087 22167 rizontal Hole Oil & Gas	OIL & GAS CON P.O. OKLAHOMA (PORATION COMMISSIC SERVATION DIVISION BOX 52000 CITY, OK 73152-2000 165:10-3-1)	Approval Date: 07/26/2018 Expiration Date: 01/26/2019	
	PERM	<u>IIT TO DRILL</u>		
WELL LOCATION: Sec: 07 Twp: 6N Rge: 3W	County: MCCLAIN			
SPOT LOCATION: SW SW SW SW	FEET FROM QUARTER: FROM SOUTH	FROM WEST		
	SECTION LINES: 215	240		
Lease Name: LIGHTHORSE 18-19-0603	Well No: 1WXH		Well will be 215 feet from nearest unit or lease	e boundary.
Operator NATIVE EXPLORATION OPERATIN Name:	G LLC Tele	phone: 4058210568	OTC/OCC Number: 24070)
NATIVE EXPLORATION OPERATING L PO BOX 18108 OKLAHOMA CITY, OK	LC 73154-0108	THOMAS I 2650 48TH	D. & BETTY JOE RAPER I AVE. NW	
		NORMAN	OK 73072	
3 4 5 Spacing Orders: 675972		8 9 10	Ingrased Dansity Orders	
Shacing Orders.	Location Exception Orders:		Increased Density Orders:	
Pending CD Numbers: 201804373 201804377 201804374 Total Depth: 20600 Ground Elevation: 11:	55 Surface Casing	g: 1500	Special Orders: Depth to base of Treatable Water-Bearing FM:	150
Pending CD Numbers: 201804373 201804377 201804374	55 Surface Casing Fresh Water Supply			
Pending CD Numbers: 201804373 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No		Well Drilled: No	Depth to base of Treatable Water-Bearing FM:	
Pending CD Numbers: 201804373 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION	Fresh Water Supply	Well Drilled: No	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	
Pending CD Numbers: 201804373 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No	Fresh Water Supply	Well Drilled: No Approved Method for di	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	Yes
Pending CD Numbers: 201804373 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S Type of Mud System: WATER BASED	Fresh Water Supply	Well Drilled: No Approved Method for di	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	Yes
Pending CD Numbers: 201804373 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S	Fresh Water Supply	Well Drilled: No Approved Method for di D. One time land appli	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	
Pending CD Numbers: 201804373 201804377 201804377 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000 Is depth to top of ground water greater than 10ft below bas Within 1 mile of municipal water well? N	Fresh Water Supply	Well Drilled: No Approved Method for di D. One time land appli	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	Yes
Pending CD Numbers: 201804373 201804377 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000 Is depth to top of ground water greater than 10ft below bas Within 1 mile of municipal water well? N Wellhead Protection Area? N	Fresh Water Supply	Well Drilled: No Approved Method for di D. One time land appli	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	Yes
Pending CD Numbers: 201804373 201804377 201804377 201804374 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000 Is depth to top of ground water greater than 10ft below ba: Within 1 mile of municipal water well? N Wellhead Protection Area? N Pit is located in a Hydrologically Sensitive Area.	Fresh Water Supply	Well Drilled: No Approved Method for di D. One time land appli	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	Yes
Pending CD Numbers: 201804373 201804377 201804377 Total Depth: 20600 Ground Elevation: 11: Under Federal Jurisdiction: No PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000 Is depth to top of ground water greater than 10ft below bas Within 1 mile of municipal water well? N Wellhead Protection Area? N Pit is located in a Hydrologically Sensitive Area. Category of Pit: C	Fresh Water Supply	Well Drilled: No Approved Method for di D. One time land appli	Depth to base of Treatable Water-Bearing FM: Surface Water used to Drill:	Yes

 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
 C

Pit Location is BED AQUIFER Pit Location Formation: DUNCAN

HORIZONTAL HOLE 1

Sec	19	Twp	6N	Rge	3W	C	ounty	MCCLAIN
Spot I	Locatior	n of En	d Poin	t: S2	2 3	SW	SW	SW
Feet I	From:	SOL	JTH	1/4 Sec	ction	Line:	50	
Feet I	From:	WE:	ST	1/4 Sec	ction	Line:	33	0
Depth of Deviation: 9317								
Radius of Turn: 573								
Direction: 179								
Total Length: 10383								
Measured Total Depth: 20600								
True Vertical Depth: 9843								
End Point Location from Lease,								
Unit, or Property Line: 50								

Notes:	
Category	Description
DEEP SURFACE CASING	7/26/2018 - G71 - 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	7/26/2018 - 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
МЕМО	7/26/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 - OBM TO VENDOR, OBM CUTTINGS PER DISTRICT
PENDING CD - 201804373	7/26/2018 - G75 - (E.O.)(640)(HOR) 18-6N-3W VAC OTHER EXT 675972 WDFD, OTHERS POE TO BHL NCT 165' FNL & FSL, NCT 330' FEL & FWL NATIVE EXPLOR. OP., LLC REC 7-25-2018 (MINMIER)

087 22167 LIGHTHORSE 18-19-0603 1WXH

Category	Description
PENDING CD - 201804374	7/26/2018 - G75 - (E.O.) 18 & 19-6N-3W EST MULTIUNIT HORIZONTAL WELL X201804373 WDFD, OTHERS 18-6N-3W X675972 WDFD, OTHERS 19-6N-3W 33% 18-6N-3W ** 67% 19-6N-3W ** NATIVE EXPLOR. OP., LLC REC 7-25-2018 (MINMIER) ** S/B 50% 18-6N-3W & 50% 19-6N-3W; TO BE CORRECTED AT MERIT HEARING ON 8-6-2018 PER ATTORNEY FOR OPERATOR
PENDING CD - 201804377	7/26/2018 - G75 - (E.O.) 18 & 19-6N-3W X201804373 WDFD, OTHERS 18-6N-3W X675972 WDFD, OTHERS 19-6N-3W COMPL. INT. (18-6N-3W) NCT 150' FNL, NCT 0' FSL, NCT 330' FWL COMPL. INT. (19-6N-3W) NCT 0' FNL, NCT 150' FSL, NCT 330' FWL NATIVE EXPLOR. OP., LLC REC 7-25-2018 (MINMIER)
SPACING - 675972	7/26/2018 - G75 - (640)(HOR) 19-6N-3W VAC OTHERS EXT 637464 WDFD, OTHERS POE TO BHL NCT 165' FNL & FSL, NCT 330' FEL & FWL

