API NUMBER: 053 23462

Oil & Gas

Straight Hole

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

07/27/2018 Approval Date: Expiration Date: 01/27/2019

## PERMIT TO DRILL

| OT LOCATION: S2 S2 N2  Lease Name: LANZRATH                 | N Rge: 5W County:  SE FEET FROM QUARTER: FR SECTION LINES:  Well N | ом <b>SOUTH</b> FROM<br><b>1470</b> | WEST<br>1320<br>Well                     | will be 1170 feet from nearest unit or lease boundary |
|---|--|-------------------------------------|--|---|
| Operator O G P OPERATING INC<br>Name:                       | С  | Telephone:                          | 2146962393                               | OTC/OCC Number: 17901 0                               |
| O G P OPERATING INC<br>8140 WALNUT HILL LN STE 6<br>DALLAS, | 610<br>TX 75231-4336   |                                     | MAGMAR, L.L.C<br>9300 SW 70TH<br>TOWANDA |   |
|   |  |                                     |  |   |
| formation(s) (Permit Valid for L                            | Listed Formations Only):   |                                     | Name                                     | Depth   |
| , ,   | • /  |                                     | Name<br>6                                | Depth   |
| Name  | Depth  |                                     |  | Depth   |
| Name  1 CHEROKEE  | Depth  |                                     | 6<br>7<br>8                              | Depth   |
| Name  1 CHEROKEE  2  3  4                                   | Depth  |                                     | 6<br>7<br>8<br>9                         | Depth   |
| Name  1 CHEROKEE  2  3  4  5                                | Depth  | ption Orders:                       | 6<br>7<br>8                              | Depth Increased Density Orders:                       |
| Name  1 CHEROKEE  2  3  4  5                                | <b>Depth</b> 4700  | ption Orders:                       | 6<br>7<br>8<br>9                         |   |

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No 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: WATER BASED

Chlorides Max: 8000 Average: 5000 H. MIN. SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER

Is depth to top of ground water greater than 10ft below base of pit? Y Within 1 mile of municipal water well? N

located in a Hydrologically Sensitive Area.

Category of Pit: 1B

Liner required for Category: 1B Pit Location is BED AQUIFER Pit Location Formation: GARBER

Wellhead Protection Area?

Notes:

Category Description

HYDRAULIC FRACTURING 7/27/2018 - 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

PENDING CD - 201804849 7/27/2018 - G75 - SE4 24-28N-5W

X143963 CHRK

1 WELL NO OP. NAMED

REC 7-16-2018 (JACKSON)

SPACING - 143963 7/27/2018 - G75 - (160) 24-28N-5W

VAC OTHER EST OTHERS EXT 127649 CHRK

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.

053 23462 LANZRATH 2-24