API NUMBER: 133 25293

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

Approval Date: 05/07/2018

Expiration Date: 11/07/2018

Straight Hole Oil & Gas

PERMIT TO DRILL

VELL LOCATION: Sec: 23 Twp: 8N Rge: 6E		INOLE			
POT LOCATION: C NW NW NW	FEET FROM QUARTER: FROM SECTION LINES:	NORTH FROM WEST			
		330 330			
Lease Name: PALMER	Well No:	6-23	Well will be	330 feet from nearest unit or lease boundary.	
Operator CIRCLE 9 RESOURCES LLC Name:		Telephone: 4055296577	; 4055296	OTC/OCC Number: 23209 0	
CIRCLE 9 RESOURCES LLC		OA	KLAND PETROLE	UM	
PO BOX 249	731	7318 SOUTH YALE AVE., STE. A			
OKLAHOMA CITY, OK	73101-0249		LSA	OK 74136	
Formation(s) (Permit Valid for Listed For	• ,				
Name	Depth	Na	ame	Depth	
1 CALVIN	2120	6 W	ILCOX	4160	
2 EARLSBORO	2980	7			
3 BOOCH	3290	8			
4 VIOLA	4030	9			
5 SIMPSON DOLOMITE	4110	10			
acing Orders: No Spacing Location Exception C		Orders:	Increased Density Orders:		
ending CD Numbers: 201803078			S	pecial Orders:	
Total Depth: 4450 Ground Elevation: 0	Surface	Casing: 1060	Depth	to base of Treatable Water-Bearing FM: 1010	
Under Federal Jurisdiction: No	Fresh Wate	r Supply Well Drilled: No		Surface Water used to Drill: Yes	
PIT 1 INFORMATION		Approved Me	thod for disposal of Drillin	ng Fluids:	
Type of Pit System: CLOSED Closed System Means S	steel Pits		-		
Type of Mud System: WATER BASED	-	D. One time	land application (REQ	UIRES PERMIT) PERMIT NO: 18-343	
Chlorides Max: 8000 Average: 5000			H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST		
s depth to top of ground water greater than 10ft below ba	se of pit? Y				
Vithin 1 mile of municipal water well? Y	er e principalitation				
Vellhead Protection Area? Y					
Pit is located in a Hydrologically Sensitive Area.					
Category of Pit: C					
iner not required for Category: C					
Pit Location is RED ACHIFER					

Notes:

Pit Location Formation:

VAMOOSA

Category Description

HYDRAULIC FRACTURING 4/20/2018 - 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 - 201803078 5/1/2018 - G75 - (E.O.) NW4 NW4 23-8N-6E

X165:10-1-21 WLCX

MAY BE CLOSER THAN 600' TO WHITNEY 2A (API 133-01235)

CIRCLE 9 RESOURCES LLC REC 4-24-2018 (NORRIS)

PUBLIC WATER SUPPLY WELL 4/20/2018 - G71 - BOWLEGS LIMA WATER DIST., 1 PWS/WPA, SE4 14-8N-6E

SPACING 5/1/2018 - G75 - FORMATIONS UNSPACED; 40-ACRE LEASE (NW4 NW4)