API NUMBER: 093 25127

Oil & Gas

Horizontal Hole

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

Approval Date: 02/07/2018

Expiration Date: 08/07/2018

PERMIT TO DRILL

WELL LOCATION:	Sec:	12	Twp:	21N	Rge:	16W	County:	MAJOR

SPOT LOCATION: NW NE NE FEET FROM QUARTER: FROM NORTH FROM EAST SECTION LINES: 200 1100

Lease Name: PANNELL 2116 Well No: 1-12H Well will be 200 feet from nearest unit or lease boundary.

Operator SANDRIDGE EXPLORATION & PRODUCTION LLC Telephone: 4054295610 OTC/OCC Number: 22281 0

SANDRIDGE EXPLORATION & PRODUCTION LLC 123 ROBERT S KERR AVE STE 1702

OKLAHOMA CITY, OK 73102-6406

PITTMAN RANCH, LLC

P.O. BOX 10

SEILING OK 73663

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

Name Depth Name Depth MISSISSIPPI LIME 8310 1 6 2 7 3 8 4 9 10 145279 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201708275 Special Orders:

201708276

Total Depth: 13252 Ground Elevation: 1676 Surface Casing: 760 Depth to base of Treatable Water-Bearing FM: 510

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

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 located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: MARLOW

E. Haul to Commercial pit facility: Sec. 33 Twn. 26N Rng. 15W Cnty. 151 Order No: 627651

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 BED AQUIFER
Pit Location Formation: MARLOW

HORIZONTAL HOLE 1

Sec 12 Twp 21N Rge 16W County MAJOR

Spot Location of End Point: SW SE SE SE Feet From: SOUTH 1/4 Section Line: 150
Feet From: EAST 1/4 Section Line: 430

Depth of Deviation: 7975 Radius of Turn: 750 Direction: 175

Total Length: 4099

Measured Total Depth: 13252

True Vertical Depth: 8439

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

Notes:

MEMO

Category Description

HYDRAULIC FRACTURING 2/1/2018 - 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

2/1/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201708275 2/7/2018 - G75 - (I.O.) 12-21N-16W

X145279 MSSLM

COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 330' FEL

NO OP. NAMED

REC 1-30-2018 (MILLER)

PENDING CD - 201708276 2/7/2018 - G75 - 12-21N-16W

X145279 MSSLM 2 WELLS NO OP. NAMED

REC 1-30-2018 (MILLER)

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.

Category Description

SPACING - 145279

2/7/2018 - G75 - (640) 12-21N-16W EST OTHER EXT OTHERS EXT 110453/135596 MSSLM

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA
6709 NORTH CLASSEN BLVD., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219
Certificate of Authorization No. 1293 LS MAJOR County, Oklahoma API 093-25127 200'FNL - 1100'FEL _ Section 12 Township 21N Range 16W I.M. 5219'-200 X= 1743463 Y= 481122 1748682 481088 1540') 1100 EXISTING WELL PITTMAN 1-12 3468' TO PROPOSED LANDING POINT 1000'FNL-430'FEL NAD-27 (US Feet) 36'18'57.1" N 98'51'16.3" W LANDING PANNELL 2116 1-12H EXISTING WELL
PITTMAN 2116 1-12H
2720' TO PROPOSED
PANNELL 2116 1-12H 36.315847970° N (2440') 98.854531792° W X=1748242 Y=480091 EXISTING WELL
PITTMAN 2116 2-12H
2701' TO PROPOSED 8 for 9 PANNELL 2116 1-12H $\frac{\omega}{\sim}$ shown herein information construction 1030 The 2490 BOTTOM HOLE 150'FSL-430'FEL NAD-27 (US Feet) 36'18'16.5" N 98'51'16.4" W 36.304588993' N GRID NAD-27 OK NORTH US Feet 98.854549520° W 1000 X=1748200 Y=475992 (2210) 150 Distances shown in (parenthesis) are calculated based upon the Quarter Section being 2640 feet, those shown in [brackets] are based on GLO (General Land Office) distances and have NOT been measured on the ground. LANDING POINT, BOTTOM HOLE AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. Operator: SANDRIDGE EXPLORATION & PRODUCTION, LLC **ELEVATION:** Lease Name: PANNELL 2116 Well No.: <u>1-12H</u> 1676' Gr. at Stake Topography & Vegetation Loc. fell in sloped pasture, NW Cor. of work limits is 567' SE of garage Reference Stakes or Alternate Location Yes Good Drill Site? ___ Stakes Set _ Best Accessibility to Location From North off county road Distance & Direction From Seiling, OK, go ±8.5 mi. North on US Hwy. 281, then ±2.0 mi. East, from Hwy Jct or Town _ then ±4.0 mi. NE, then ±0.5 mi. East to NE Cor. of Sec. 12-T21N-R16W WAOFESSIONAL Revision X B Dec. 05, 2017 Date of Drawing: _ DATUM: NAD-27
LAT: 36°19'04.9"
LONG: 98°51'24.5" Invoice # 284965 Date Staked: Nov. LAT: 36'19'04.9"N LONG: 98'51'24.5"W **CERTIFICATE:** LAT: 36.318040948° N SURVE THOMAS L Thomas L. Howell I, Thomas L. Howell an Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land LONG: 98.856802067° W HOWELL STATE PLANE Surveyors of Oklahoma, do hereby certify to the 1433 COORDINATES: (US Feet) information shown herein OK LAHOMA STATE ZONE: OK NORTH 1747580 Thomas Oklahoma Lic. No. __ 1433 480895