API NUMBER: 063 24848

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: 09/04/2018 03/04/2019 **Expiration Date**

PERMIT TO DRILL

EAST

WELL LOCATION:	Sec:	05	Tw	o:	8N	Rge:	12E	County	/: I	HUGH	HES	
SPOT LOCATION:	NE		NW	SE		SE		FEET FROM QUARTER:	FR	OM	SOUTH	FR

SECTION LINES: 920

Lease Name: ROOSEVELT Well No: 4-5-18CH Well will be 920 feet from nearest unit or lease boundary.

CALYX ENERGY III LLC Operator OTC/OCC Number: Telephone: 9189494224 23515 0 Name:

CALYX ENERGY III LLC 6120 S YALE AVE STE 1480

671026

TULSA. OK 74136-4226 JAMES B. WISE

3401 HICKORY STICK RD

OKC OK 73120

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

Name Depth Name Depth 1 CANEY 3800 6 2 MAYES 4000 7 8 3 4 9 10 673572 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201804967 Special Orders:

Total Depth: 13963 Ground Elevation: 736 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 280

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: AIR B. Solidification of pit contents.

Is depth to top of ground water greater than 10ft below base of pit? Y F. Haul to Commercial soil farming facility: Sec. 14 Twn. 7N Rng. 9E Cnty. 63 Order No:

Within 1 mile of municipal water well? 551649 Wellhead Protection Area?

H. SEE MEMO is located in a Hydrologically Sensitive Area.

Category of Pit: 4

Liner not required for Category: 4 Pit Location is BED AQUIFER Pit Location Formation: SENORA

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000)

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 8000 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: SENORA

HORIZONTAL HOLE 1

Sec 18 Twp 8N Rge 12E County HUGHES

Spot Location of End Point: NE SW NW NW Feet From: NORTH 1/4 Section Line: 765
Feet From: WEST 1/4 Section Line: 490

Depth of Deviation: 3634
Radius of Turn: 382
Direction: 225

Total Length: 9729

Measured Total Depth: 13963

True Vertical Depth: 4050

End Point Location from Lease,
Unit, or Property Line: 490

Notes:

MEMO

Category Description

DEEP SURFACE CASING 7/13/2018 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF

CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR

SURFACE CASING

HYDRAULIC FRACTURING 7/13/2018 - 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

7/13/2018 - G71 - PIT 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST,

WBM/CUTTINGS CAPTURED IN CONCRETE-LINED PIT, SOLIDFIED AND HELD UNTIL DISPOSAL

APPROVED BY OCC

Category Description

PENDING CD - 201804965 7/26/2018 - G57 - (I.O.) 5,7,8,18-8N-12E

EST MULTIUNIT HORIZONTAL WELL X673572 MYES, CNEY 5,7,8-8N-12E X671026 MYES, CNEY 18-8N-12E

(MYES IS AN ADJACENT COMMON SOURCE OF SUPPLY TO THE CNEY)

15% 5-8N-12E 30% 8-8N-12E 40% 7-8N-12E 15% 18-8N-12E CALYX ENERGY III, LLC. REC 7-16-2018 (JOHNSON)

PENDING CD - 201804966 7/26/2018 - G57 - (I.O.) 5,7,8,18-8N-12E

X673572 CNEY, MYES 5,7,8-8N-12E X671026 CNEY, MYES 18-8N-12E

COMPL. INT. (5-8N-12E) NFT 1320' FSL, NCT 0' FSL, NCT 330' FEL COMPL. INT. (8-8N-12E) NCT 0' FNL, NCT 0' FWL, NCT 660' FEL COMPL. INT. (7-8N-12E) NCT 0' FSL, NCT 0' FEL, NFT 990' FEL ** COMPL. INT. (18-8N-12E) NCT 0' FNL, NCT 2640' FSL, NCT 330' FEL ++

NO OP. NAMÈD

REC 7-16-2018 (JOHNSON)

**S/B NCT 990' FWL: WILL BE CORRECTED AT THE HEARING FOR THE FINAL ORDER PER

OPERATOR

++S/B NCT 330' FWL; WILL BE CORRECTED AT THE HEARING FOR THE FINAL ORDER PER

OPERATOR

PENDING CD - 201804967 7/26/2018 - G57 - 5-8N-12E

X673572 CNEY 1 WELL NO OP. NAMED

REC 7-16-2018 (JOHNSON)

PENDING CD - 201804968 7/26/2018 - G57 - 7-8N-12E

X673572 CNEY 1 WELL

NO OP. NAMED

REC 7-16-2018 (JOHNSON)

PENDING CD - 201804969 7/26/2018 - G57 - 8-8N-12E

X673572 CNEY 1 WFI I

NO OP. NAMED

REC 7-16-2018 (JOHNSON)

PENDING CD - 201804970 7/26/2018 - G57 - 18-8N-12E

X671026 CNEY 1 WELL

NO. OP. NAMED REC 7-23-2018 (DUNN)

SPACING - 671026 7/20/2018 - G57 - (640) 18-8N-12E

EST MYES, CNEY

POE TO BHL (MYES) NLT 660' FB POE TO BHL (CNEY) NLT 330' FB

SPACING - 673572 7/20/2018 - G57 - (640)(HOR) 5,7,8-8N-12E

EXT OTHERS
EST CNEY, MYES

POE TO BHL (MYES) NLT 660' FB POE TO BHL (CNEY) NLT 330' FB

