API NUMBER: 045 23769

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: 11/02/2018
Expiration Date: 05/02/2020

PERMIT TO DRILL

WELL LOCATION: Sec: 19 Twp: 18N Rge: 25W County: ELLIS

SPOT LOCATION: W2 NW NE NE FEET FROM QUARTER: FROM NORTH FROM EAST SECTION LINES: 330 1230

Lease Name: WAYLAND 18X7-18-25 Well No: 1HC Well will be 330 feet from nearest unit or lease boundary.

Operator FOURPOINT ENERGY LLC Telephone: 3032900990 OTC/OCC Number: 23429 0

FOURPOINT ENERGY LLC 100 SAINT PAUL ST STE 400

DENVER. CO 80206-5140

JEFF WAYLAND ROUTE 1 BOX 144

ARNETT OK 73832

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

Name Depth Name Depth CLEVELAND 8728 1 6 2 7 3 8 4 9 5 10 100886 Spacing Orders: Location Exception Orders: 684603 Increased Density Orders: 683403 611122 683402

Pending CD Numbers: 201805229 Special Orders:

Total Depth: 19917 Ground Elevation: 2270 Surface Casing: 890 Depth to base of Treatable Water-Bearing FM: 730

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 D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-35396

Chlorides May: 40000 Average: 5000

Chlorides Max: 40000 Average: 5000

Is depth to top of ground water greater than 10ft below base of pit? Y

H. SEE MEMO

Within 1 mile of municipal water well?

Wellhead Protection Area?

Pit is located in a Hydrologically Sensitive Area.

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is AP/TE DEPOSIT
Pit Location Formation: TERRACE

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 AP/TE DEPOSIT
Pit Location Formation: TERRACE

HORIZONTAL HOLE 1

Sec 07 Twp 18N Rge 25W County **ELLIS** NE Spot Location of End Point: NW NF NW Feet From: NORTH 1/4 Section Line: 50 Feet From: EAST 1/4 Section Line: 1745

Depth of Deviation: 8660 Radius of Turn: 573 Direction: 360

Total Length: 10357

Measured Total Depth: 19917

True Vertical Depth: 9230

End Point Location from Lease,
Unit, or Property Line: 50

Notes:

Category Description

HYDRAULIC FRACTURING

10/30/2018 - GA8 - 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

INCREASED DENSITY - 683402 11/2/2018 - G56 - 18-18N-25W

X100886 CLVD 2 WELLS

FOURPOINT ENERGY, LLC

9/20/2018

INCREASED DENSITY - 683403 11/2/2018 - G56 - 7-18N-25W

X100886 CLVD***

2 WELLS

FOURPOINT ENERGY, LLC

9/20/2018

Category Description

LOCATION EXCEPTION - 684603 11/2/2018 - G56 - (I.O.) 7 & 18-18N-25W

X100886 CLVD 7 & 18-18N-25W

COMPL INT (18-18N-25W) NCT 165' FSL, NCT 0' FNL, NCT 1320' FWL COMPL INT (7-18N-25W) NCT 0' FSL, NCT 165' FNL, NCT 1320' FWL

FOURPOINT ENERGY, LLC

10/9/2018

MEMO 10/30/2018 - GA8 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2

- OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201805229 11/2/2018 - G56 - (I.O.) 7 & 18-18N-25W

ESTABLISH MULTIUNIT HORIZONTAL WELL

X100886 CLVD 7 & 18-18N-25W

50% 7-18N-25W 50% 18-18N-25W

FOURPOINT ENERGY, LLC REC 9/21/2018 (THOMAS)

SPACING - 100886 11/2/2018 - G56 - (640) 18-18N-25W

EXT OTHERS

EXT 82943/88225 CLVD

SPACING - 611122 11/2/2018 - G56 - CLARIFY 100886 TO ADD FORMATION DEPTH

