

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

API NUMBER: 073 25999

Approval Date: 03/30/2018

Expiration Date: 09/30/2018

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 26 Twp: 17N Rge: 6W

County: KINGFISHER

SPOT LOCATION: ☐ SE ☐ SE ☐ SW ☐ SW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 313 1316

Lease Name: STRAIGHT EDGE 1706

Well No: 5-35MH

Well will be 313 feet from nearest unit or lease boundary.

Operator Name: OKLAHOMA ENERGY ACQUISITIONS LP

Telephone: 2815300991

OTC/OCC Number: 23509 0

OKLAHOMA ENERGY ACQUISITIONS LP
15021 KATY FREEWAY STE 400
HOUSTON, TX 77094-1900

PERDUE HOLDINGS, LLC
22343 E. 760 ROAD
KINGFISHER OK 73750

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

Name	Depth	Name	Depth
1 MISSISSIPPIAN (EX CHESTER)	7532	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders: 673581

Pending CD Numbers: 201707780
201707793
201707786

Special Orders:

Total Depth: 12500

Ground Elevation: 1072

Surface Casing: 500

Depth to base of Treatable Water-Bearing FM: 130

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: No

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: 4000 Average: 1800

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is NON HSA

Pit Location Formation: SALT PLAINS

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-34016
H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

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.

HORIZONTAL HOLE 1

Sec 35 Twp 17N Rge 6W County KINGFISHER

Spot Location of End Point: SW SE SE SW

Feet From: SOUTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 2121

Depth of Deviation: 6624

Radius of Turn: 573

Direction: 175

Total Length: 4975

Measured Total Depth: 12500

True Vertical Depth: 7532

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category	Description
DEEP SURFACE CASING	2/27/2018 - 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	2/27/2018 - 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
INCREASED DENSITY - 673581	3/1/2018 - G57 - 35-17N-6W X201707780 MSNLC 7 WELLS OKLAHOMA ENERGY ACQUISITIONS, LP 2-13-2018
PENDING CD - 201707780	3/1/2018 - G57 - (640)(HOR) 35-17N-6W EXT 644142 MSNLC POE TO BHL NLT 660' FB (COEXIST WITH SP. ORDER #359918 SE4 MSSLM, SP. ORDER #62655/105295 N2 & SW4 MSSLM) REC 1-22-2018 (THOMAS)
PENDING CD - 201707786	3/2/2018 - G57 - (I.O.) 35-17N-6W X165:10-3-28(C)(2)(B) MSNLC (STRAIGHT EDGE 1706 5-35MH) MAY BE CLOSER THAN 600' TO HUGH 1-35, LANKARD TRUST 1, & STRAIGHT EDGE 1706 4-35MH OKLAHOMA ENERGY ACQUISITIONS, LP. REC 3-26-2018 (P. PORTER)
PENDING CD - 201707793	3/1/2018 - G57 - (I.O.) 35-17N-6W X201707780 MSNLC COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 1980' FWL NO OP. NAMED REC 1-22-2018 (THOMAS)

This permit does not address the right of entry or settlement of surface damages.

073 25999 STRAIGHT EDGE 1706 5-35MH

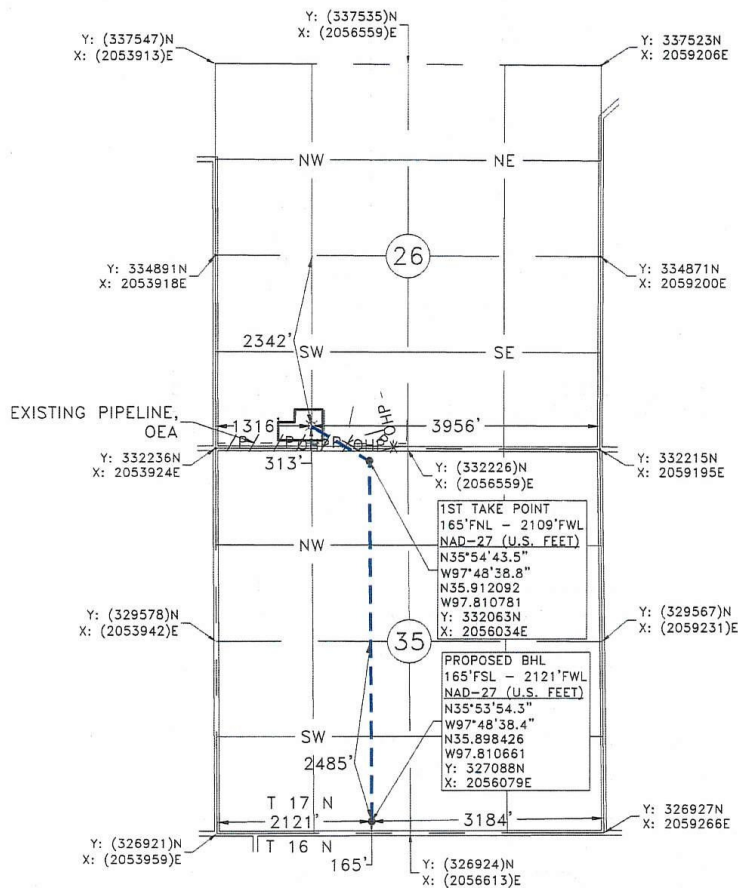
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API: 073 25999

KINGFISHER County, Oklahoma
 313'FSL - 1316'FWL Section 26 Township 17N Range 06W I.M.

BEARINGS ARE GRID
 OKLAHOMA SFC, NAD 27, NORTH ZONE



GPS OBSERVATION: LATITUDE: N35°54'48.3"
 LONGITUDE: W97°48'48.5"
 LATITUDE: N35.913419
 LONGITUDE: W97.813461

STATE PLANE NAD 27 Y: 332544N
 OKLAHOMA NORTH ZONE X: 2055240E

Operator: OKLAHOMA ENERGY ACQUISITIONS, LPDate Staked: 1/9/2017Lease Name: STRAIGHT EDGE 1706Well No.: 5-35MHElevation: 1072'Topography and Vegetation: PASTUREGood Drill Site? YESReference or Alt. Location Stakes Set: NONEBest Accessibility to Location: FROM COUNTY ROAD

Distance and Direction

from Hwy. Jct. or town: FROM KINGFISHER, OK. HEAD NORTH 3.6 MILES ON US HWY. 81. THEN EAST
6.8 MILES ON CO. RD. E0760, TURN NORTH INTO LOCATION.

Fred Anthony Selesky
 FRED ANTHONY SELENSKY
 OKLAHOMA L.P.L.S. NO.: 1860
 2-21-2018
 DATE

NOTE:
 This is a plat of a proposed well location and does not represent a true boundary survey. The information shown hereon shall not be relied upon for the location or establishment of land boundary lines. All of the positions shown hereon have not been verified as being actual Section, Quarter or Property corners. Positions shown in (Parentheses) are based upon local occupation and improvements or calculated per proportional measurement and/or G.L.O. record distances. Review this plat and notify Gateway Services Group, LLC immediately of any possible discrepancy.



Gateway
 Gateway Services Group, LLC
 P.O. BOX 960
 WEEKER, OK 74855
 OFF. (405) 273-0954
 FAX (405) 273-0580
 C.A. NO. 4091 (LS)
 EXP. DATE 6-30-2018

EXHIBIT "A" PRELIMINARY

STRAIGHT EDGE 1706 5-35MH
 313'FSL - 1316'FWL
 SECTION 26, T 17 N - R 06 W, I.M.,
 KINGFISHER COUNTY, OKLAHOMA

DRAWN BY: JE		DATE: 1/10/18	CHK'D: CWP
GATEWAY NO.: 18-0025-101AR1		SCALE: 1"=2000'	
PN:		APE:	
REV.	DWN.	DESCRIPTION	DATE
1	JE	REVISED BHL AND LP	2/21/18