API NUMBER: 051 24244

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: 01/08/2018
Expiration Date: 07/08/2018

320 feet from nearest unit or lease boundary.

23559 0

OTC/OCC Number:

PERMIT TO DRILL

WELL LOCATION: Sec: 01 Twp: 9N Rge: 7W County: GRADY	
SPOT LOCATION: NW NE NE NE FEET FROM QUARTER: FROM NORTH FROM EAS SECTION LINES: 320 650	
Lease Name: ALLIE C Well No: 1H-1	
Operator CITIZEN ENERGY II LLC Telephone: 9189494 Name:	4680

SHARON HARDESTY 1454 STATE HIGHWAY 37

TUTTLE OK 73089

CITIZEN ENERGY II LLC 320 S BOSTON AVE STE 900

TULSA, OK 74103-3729

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

	Name	Depth	Name	Depth
1	WOODFORD	11100	6	
2			7	
3			8	
4			9	
5			10	
Spacing Orders:	656722	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 16370 Ground Elevation: 1334 Surface Casing: 1000 Depth to base of Treatable Water-Bearing FM: 240

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: 17-33676
Chlorides Max: 5000 Average: 3000 H. SEE MEMO

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

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 01 Twp 9N Rge 7W County **GRADY** SE Spot Location of End Point: S2 SE SE Feet From: SOUTH 1/4 Section Line: 165 Feet From: FAST 1/4 Section Line: 330

Depth of Deviation: 10670 Radius of Turn: 477 Direction: 177

Total Length: 4950

Measured Total Depth: 16370

True Vertical Depth: 11150

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

 Additional Surface Owner
 Address
 City, State, Zip

 SHARON HARDESTY
 1454 STATE HIGHWAY 37
 TUTTLE, OK 73089

Notes:

MEMO

Category Description

COMPLETION INTERVAL 1/4/2018 - G57 - COMPLETION INTERVAL FOR THE WOODFORD WILL BE GREATER THAN 165'

FNL & FSL; GREATER THAN 330' FEL & FWL OF 1-9N-7W PER OPERATOR

DEEP SURFACE CASING 1/4/2018 - 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 1/4/2018 - 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

1/4/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

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 - 656722 1/4/2018 - G57 - (640)(HOR) 1-9N-7W EST WDFD

POE TO BHL NCT 165' FNL & FSL, NCT 330' FEL & FWL

Well Location Plat

Operator: CITIZEN ENERGY, LLC Lease Name and No.: ALLIE C 1H-1

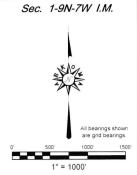
Footage: 320' FNL - 650' FEL Gr. Elevation: 1334'

Section: 1 Township: 9N Range: 7W I.M.

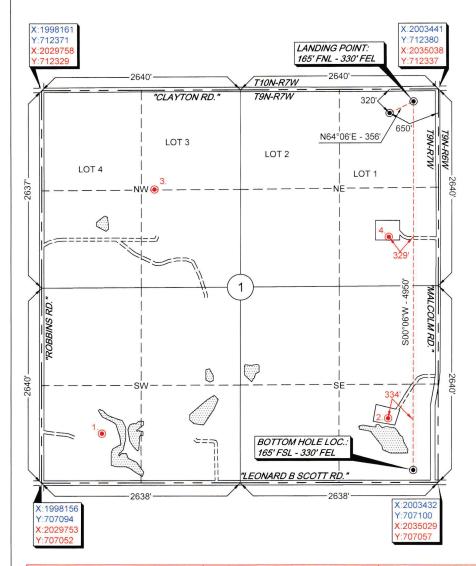
County: Grady State of Oklahoma

Terrain at Loc.: Location fell in a partially flat but wide open pasture with a pipeline

running E-W at North edge of location.



API: 051 24244



GPS DATUM **NAD 83 NAD 27**

OK SOUTH ZONE

Surface Hole Loc. Lat: 35°17'23.40"N Lon: 97°53'06.37"V Lat: 35.28983451 Lon: -97.88510332 X: 2002790 Y::712058

Surface Hole Loc.: Lat: 35°17'23.19"N Lon: 97°53'05.21"W Lat: 35.28977385 Lon: -97.88478032 X: 2034388 Y: 712016

Landing Point: Lat: 35°17'24.94"N Lon: 97°53'02.51"W Lat: 35.29026079 Lon: -97.88402965 X: 2003111 Y: 712214

Landing Point: Lat: 35°17'24.72"N Lon: 97°53'01.34"W Lat: 35.29020014 Lon: -97.88370667 X: 2034708 Y: 712172

Bottom Hole Loc Lat: 35°16'35.99"N Lon: 97°53'02.67"W Lat: 35.27666272 Lon: -97.88407593 X: 2003102 Y: 707264

Bottom Hole Loc. Lat: 35°16'35.77"N Lon: 97°53'01.51"W Lat: 35.27660161 Lon: -97.88375308 X: 2034700 707222

1. WESTERN OIL & GAS DEVELOPMENT

COOK 1-1

660' FSL - 800' FWL (SW/4) OCC STATUS: PA

4. MEWBOURNE OIL COMPANY MCMURTRY "1" 1 660' FSL - 1980' FWL (NE/4) OCC STATUS: PA

2 MEWBOURNE OIL COMPANY ERICA ELIZABETH "1" 1 860' FSL - 1974' FWL (SE/4)

OCC STATUS: AC

3. MEWBOURNE OIL COMPANY HARDESTY "1" 1 1320' FSL - 1495' FWL (NW/4) OCC STATUS: PA

ALL ANTI-COLLISION IFALL ANTI-COLLISION INFORMATION SHOWN
HEREON WAS PROVIDED BY THE OCC WEBSITE
WELLS HAVE NOT BEEN SHOT ON THE GROUND

Please note that this location was staked on the ground under the supervision of a Licensed Professional Land Surveyor, but the accuracy of this survey is not guaranteed Please contact Arkoma Surveying and Mapping promptly if any inconsistency is determined. GPS data is observed from RTK - GPS. NOTE: X and Y data shown hereon for Section Corners may NOT have been surveyed on-the-ground, and further, does NOT represent a true Boundary Survey.

Quarter Section distances may be assumed from a Government Survey Plat or assumed at a proportionate distance from opposing section comers, or occupation thereof, and may not have been measured on-the-orgound, and further, does not represent a true boundary survey.

Arkoma Surveying and Mapping, PLLC P.O. Box 238 Wilburton, OK 74578 Ph. 918-465-5711 Fax 918-465-5030 Certificate of Authorization No. 5348 Expires June 30, 2018

Invoice #7383-A

Date Staked: 09/25/17 Date Drawn: 09/29/17 By: J.L. By: K.B.

Certification:

This is to certify that this Well Location Plat represents the results of a survey made on the ground performed under the supervision of the undersigned.

LANCE G. MATHIS

10/05/17

