

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

API NUMBER: 073 26036

Approval Date: 05/02/2018

Expiration Date: 11/02/2018

Horizontal Hole Oil & Gas

PERMIT TO DRILL

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

County: KINGFISHER

SPOT LOCATION: ☐ NE ☐ SE ☐ SW ☐ SW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 353 1316

Lease Name: STRAIGHT EDGE 1706

Well No: 3-35MH

Well will be 353 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)	7551	6	
2			7	
3			8	
4			9	
5			10	

Spacing Orders: No Spacing

Location Exception Orders: 674938
674320

Increased Density Orders: 673581

Pending CD Numbers: 201707780

Special Orders:

Total Depth: 12500

Ground Elevation: 1071

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: 18-34348
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: SE SE SW SW

Feet From: SOUTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 1238

Depth of Deviation: 6922

Radius of Turn: 382

Direction: 181

Total Length: 4978

Measured Total Depth: 12500

True Vertical Depth: 7551

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

Notes:

Category

Description

DEEP SURFACE CASING

4/26/2018 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR SURFACE CASING

EXCEPTION TO RULE - 674320

4/27/2018 - G75 - (I.O.) 35-17N-6W
X165:10-3-28(C)(2)(B) MSNLC (STRAIGHT EDGE 1706 3-35MH)
NCT 66' FROM HUGH 2-35
OKLAHOMA ENERGY ACQUISITIONS, LP
3-6-2018

HYDRAULIC FRACTURING

4/26/2018 - 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: OCCWEB.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

4/27/2018 - G75 - 35-17N-6W
X201707780 MSNLC
7 WELLS
OKLAHOMA ENERGY ACQUISITIONS, LP
2-13-2018

LOCATION EXCEPTION - 674938

4/27/2018 - G75 - (I.O.) 35-17N-6W
X201707780 MSNLC
COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 930' FWL
OKLAHOMA ENERGY ACQUISITIONS, LP
3-21-2018

PENDING CD - 201707780

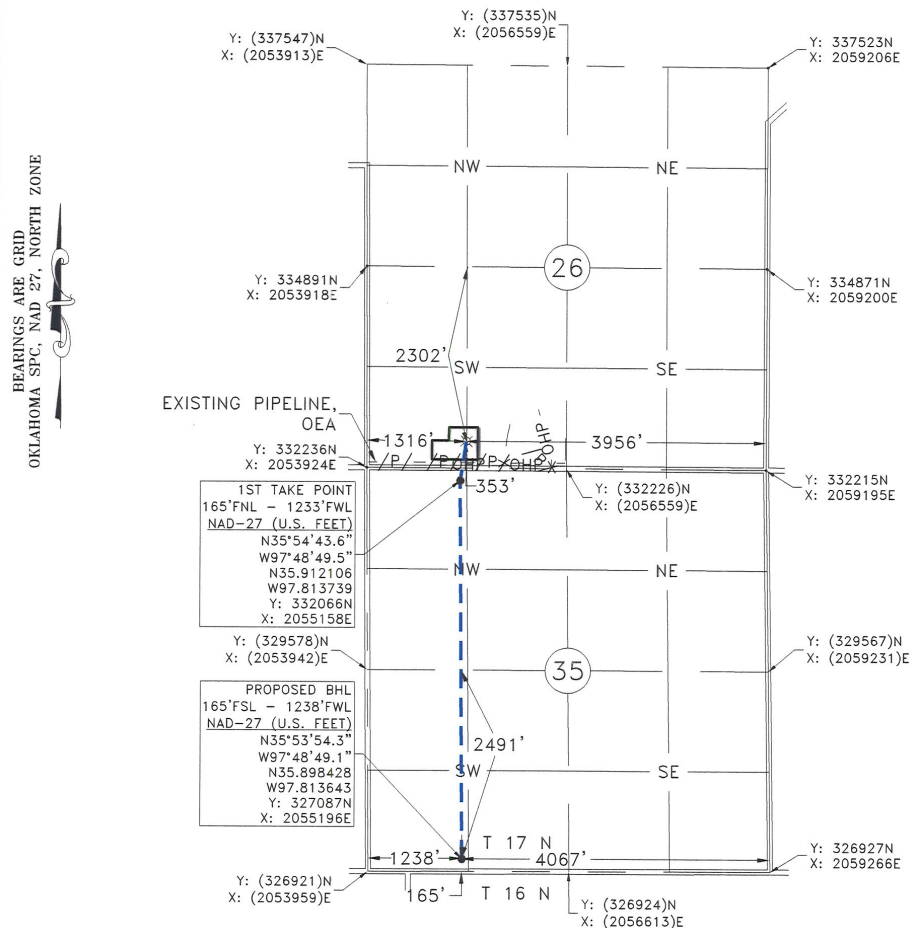
4/27/2018 - G75 - (640)(HOR) 35-17N-6W
EXT 644142 MSNLC, OTHERS
POE TO BHL NLT 660' FB
(COEXIST SP. ORDER # 359918 MSSLM SE4; ORDER # 62655/105295 MSSLM N2 & SW4)
REC 1-22-2018 (THOMAS)

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

073 26036 STRAIGHT EDGE 1706 3-35MH

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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.



GPS OBSERVATION: LATITUDE: N35°54'48.7"
LONGITUDE: W97°48'48.5"
LATITUDE: N35.913529
LONGITUDE: W97.813460

STATE PLANE NAD 27 Y: 332584N
OKLAHOMA NORTH ZONE X: 2055240E

Operator: OKLAHOMA ENERGY ACQUISITIONS, LP

Date Staked: 1/9/2017

Lease Name: STRAIGHT EDGE 1706

Well No.: 3-35MH

Elevation: 1071'

Topography and Vegetation: PASTURE


Good Drill Site? YES

Reference or Alt. Location Stakes Set: NONE

Best Accessibility to Location: FROM COUNTY ROAD

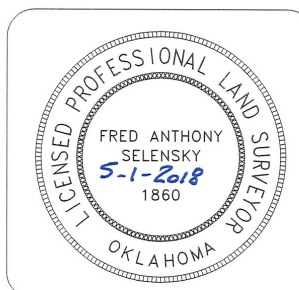
Distance and Direction

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.

 5-1-2018
DATE
FRED ANTHONY SELESKY
OKLAHOMA I.P.L.S. NO.: 1860

NOTE:

This is a plat of a proposed well location and does not represent a true boundary survey. The information shown herein shall not be relied upon for the location or establishment of land boundary lines. All of the positions shown herein have not been verified as being actual Section, Quarter or Property corners. Positions shown in Parentheses are based upon local occupation and/or measurements per appropriate surveying methods, 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

EXHIBIT "A" PRELIMINARY

STRAIGHT EDGE 1706 3-35MH
353'FSL - 1316'FWL
SECTION 26, T 17 N - R 06 W, I.M.,
KINGFISHER COUNTY, OKLAHOMA

DRAWN BY: MRC		DATE: 4/12/18	CHK'D: CWP
GATEWAY NO.: 18-0025-301R1		SCALE: 1"=2000'	
PN:		AFE:	
REV.	DWN.	DESCRIPTION	DATE
1	JE	REVISED SHL FOOTAGE CALLS	5/1/18