API NUMBER: 051 24503

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: 10/25/2018 04/25/2020 **Expiration Date**

PERMIT TO DRILL

WELL LOCATION: Sec: 6N Rge: 8W County: GRADY Twp:

FEET FROM QUARTER: SPOT LOCATION: FROM NORTH WEST Isw NE Isw Inw

SECTION LINES: 1800 745

Lease Name: TAYLOR TRUST 14/23 Well No: 1HXL Well will be 745 feet from nearest unit or lease boundary.

UNIT PETROLEUM COMPANY Operator Telephone: 9184937700: 9184937 OTC/OCC Number: 16711 0 Name:

UNIT PETROLEUM COMPANY

PO BOX 702500

TULSA. OK 74170-2500 WARREN E. TAYLOR FAMILY TRUST 1515 KINGSRIDGE DR., APT. 406

OKLAHOMA CITY OK 73170

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

Name Depth Name Depth LOWER HOXBAR 1 10890 6 2 HOXBAR 10903 7 3 8 4 9 5 10 684454 Spacing Orders: Location Exception Orders: Increased Density Orders: 647809

Pending CD Numbers: 201804328 Special Orders:

201804327

Total Depth: 19300 Ground Elevation: 1270 Surface Casing: 1985 Depth to base of Treatable Water-Bearing FM: 820

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No Surface Water used to Drill: No

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED D. One time land application -- (REQUIRES PERMIT) H. SEE MEMO Chlorides Max: 5000 Average: 3000

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

Within 1 mile of municipal water well?

Wellhead Protection Area?

located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C Pit Location is BED AQUIFER Pit Location Formation: MARLOW PERMIT NO: 18-35458

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 BED AQUIFER
Pit Location Formation: MARLOW

HORIZONTAL HOLE 1

Sec 23 Twp 6N Rge 8W County **GRADY** SW Spot Location of End Point: SE SW SW Feet From: SOUTH 1/4 Section Line: 165 WEST Feet From: 1/4 Section Line: 500

Depth of Deviation: 10366 Radius of Turn: 382 Direction: 183

Total Length: 8334

Measured Total Depth: 19300

True Vertical Depth: 10903

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

Notes:

MEMO

Category Description

DEEP SURFACE CASING 10/23/2018 - GA8 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

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

SURFACE CASING

HYDRAULIC FRACTURING 10/23/2018 - 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

10/23/2018 - GA8 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201804327 10/24/2018 - G75 - (I.O.) 14 & 23-6N-8W

EST MULTIUNIT HORIZONTAL WELL

X684454 HXBRL 14-6N-8W X647809 HXBR 23-6N-8W

40% 14-6N-8W 60% 23-6N-8W NO OP. NAMED

REC 8-28-2018 (JOHNSON)

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.

051 24503 TAYLOR TRUST 14/23 1HXL

Category Description

PENDING CD - 201804328 10/24/2018 - G75 - (I.O.) 14 & 23-6N-8W

X684454 HXBRL 14-6N-8W

X647809 HXBR 23-6N-8W

COMPL. INT. (14-6N-8W) NCT 660' FNL, NCT 0' FSL, NCT 400' FWL COMPL INT. (23-6N-8W) NCT 0' FNL, NCT 165' FSL, NCT 400' FWL

NO OP. NAMÈD

REC 8-28-2018 (JOHNSON)

SPACING - 647809

10/24/2018 - G75 - (640)(HOR) 23-6N-8W VAC 87714 HXBRL NW4, NE4 & SE4 VAC 239431 HXBRU NW4, NE4 & SW4

EXT 626335 HXBR POE TO BHL NCT 660' FB

(COEXIST SP. ORDER #87714 HXBRL SW4 & ORDER #239431 HXBRU SE4)

10/24/2018 - G75 - (640)(HOR) 14-6N-8W **SPACING - 684454**

EST HXBRL

COMPL. INT. NLT 660' FB

(COEXIST SP. ORDER #87714 HXBRL)

