PI NUMBER: 153 23634 rizontal Hole Oil & Gas	OIL & GAS CO P. OKLAHOM	PRPORATION COMMISSION ONSERVATION DIVISION O. BOX 52000 A CITY, OK 73152-2000 ule 165:10-3-1)	Approval Date: Expiration Date:	09/20/2018 03/20/2020
	PE	RMIT TO DRILL		
WELL LOCATION: Sec: 25 Twp: 20N	Rge: 18W County: WOODWA	ARD		
SPOT LOCATION: NE NW NE	NW FEET FROM QUARTER: FROM NOP	RTH FROM WEST		
	SECTION LINES: 245	1895		
Lease Name: HLC 25/36-20-18	Well No: 1H	w	ell will be 245 feet from neare	st unit or lease boundary.
Operator TAPSTONE ENERGY LLC Name:	c .	Telephone: 4057021600	OTC/OCC Number:	23467 0
TAPSTONE ENERGY LLC 100 E MAIN ST		HEDGES LAN C/O 58331 S.	ND & CATTLE COMPANY, L	LC
OKLAHOMA CITY,	OK 73104-2509	VICI		3859
		VICI		3039
1 MISSISSIPPIAN 2 3 4 5 Spacing Orders: No Occurrent	10650 Location Exception Orde	6 7 8 9 10	Increased Density Orders:	
No Spacing				
Pending CD Numbers: 201807069 201807066 201807067 201807068			Special Orders:	
Total Depth: 18500 Ground Elev	vation: 1823 Surface Cas	ing: 1500	Depth to base of Treatable Wate	r-Bearing FM: 140
Under Federal Jurisdiction: No	Fresh Water Sup	ply Well Drilled: No		used to Drill: Yes
PIT 1 INFORMATION		Approved Method for dispo	sal of Drilling Fluids:	
Type of Pit System: CLOSED Closed System	m Means Steel Pits			
Type of Mud System: WATER BASED			D. One time land application (REQUIRES PERMIT) PERMIT NO: 18-35385 H. SEE MEMO	
Chlorides Max: 8000 Average: 5000	it holow has of hit? Y			
Is depth to top of ground water greater than 10f Within 1 mile of municipal water well? N				
Wellhead Protection Area? N				
Pit is located in a Hydrologically Sensitiv	ve Area.			
Category of Pit: C				
Liner not required for Category: C				
Liner not required for Category: C Pit Location is BED AQUIFER				

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. 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: RUSH SPRINGS

HORIZONTAL HOLE 1

Sec 36 Twp 20N Rge 18W Cour	ty WOODWARD			
Spot Location of End Point: C				
Feet From: NORTH 1/4 Section Line: 2640				
Feet From: WEST 1/4 Section Line:	2640			
Depth of Deviation: 10039				
Radius of Turn: 1000				
Direction: 175				
Total Length: 6890				
Measured Total Depth: 18500				
True Vertical Depth: 10650				
End Point Location from Lease,				
Unit, or Property Line: 2640				
Notes:				
Category	Description			
DEEP SURFACE CASING	9/19/2018 - 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	9/19/2018 - 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

INTERMEDIATE CASING

МЕМО

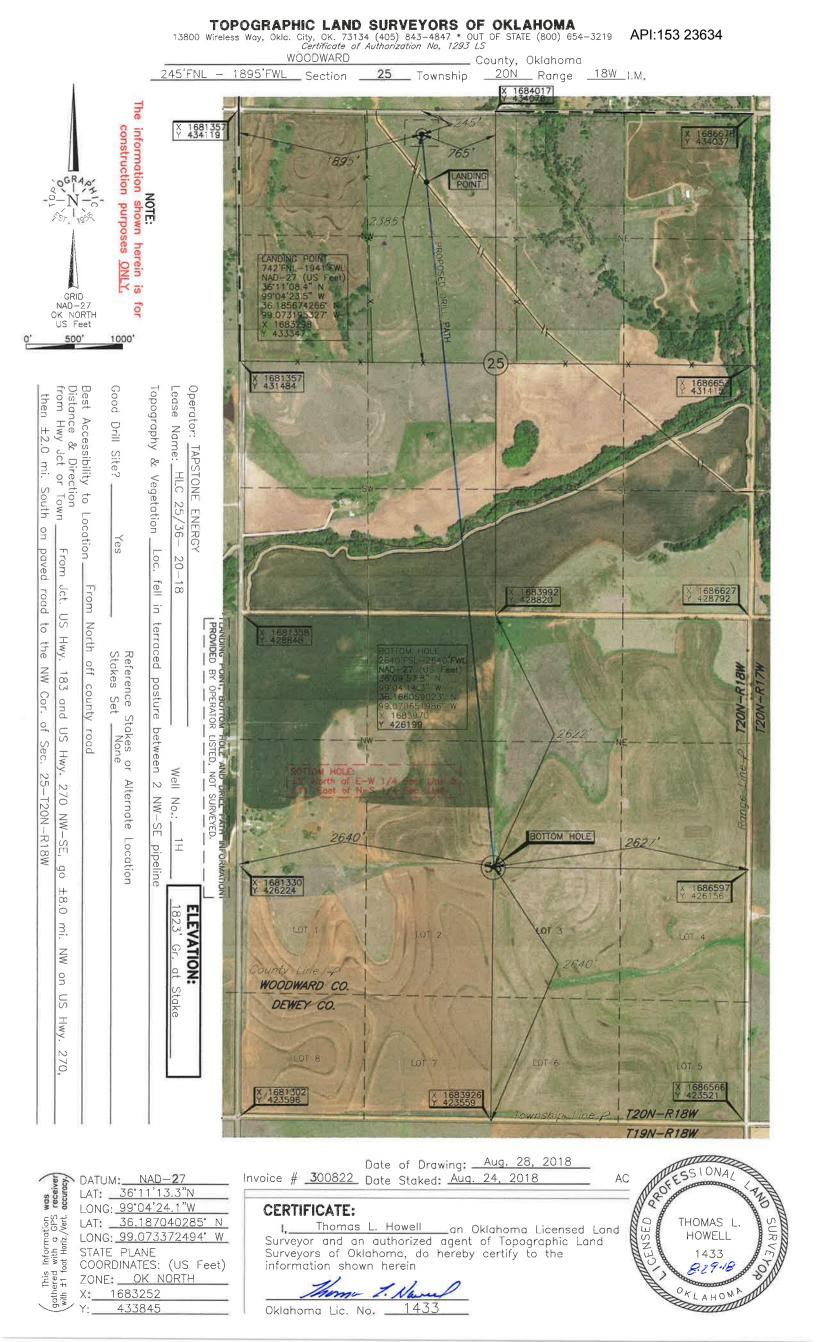
HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG 9/19/2018 - G71 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER-PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE MORROW SERIES

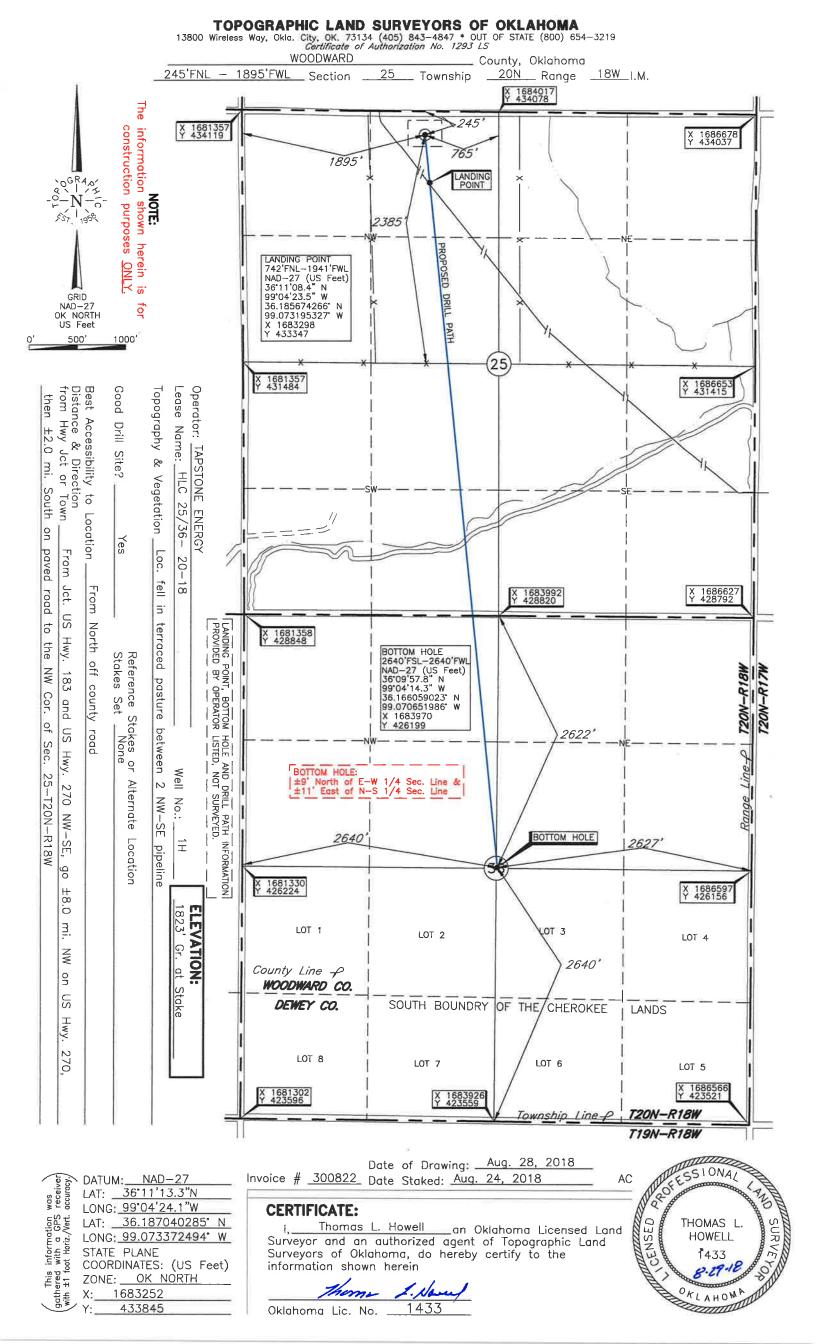
TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE

9/19/2018 - 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. 153 23634 HLC 25/36-20-18 1H

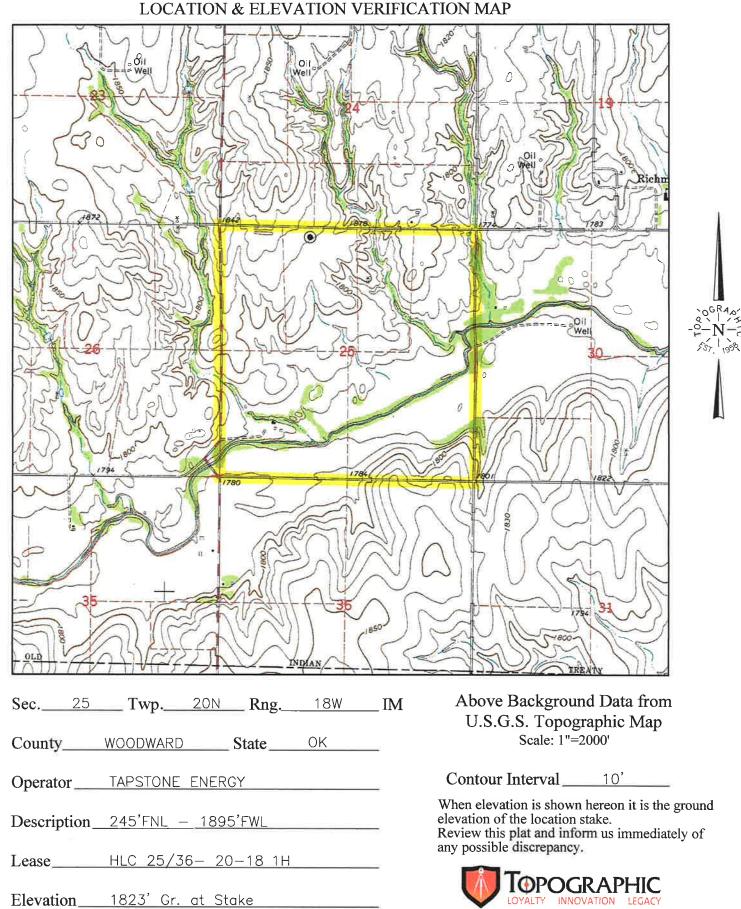
Category	Description
PENDING CD - 201807066	9/19/2018 - G57 - (E.O.)(640)(HOR) 25-20N-18W VAC 57549/57610 CRLM EXT 679616 MSSP POE TO BHL NLT 660' FB REC 9-14-2018 (P. PORTER)
PENDING CD - 201807067	9/19/2018 - G57 - (E.O.)(640)(HOR) 36-20N-18W VAC 119799 MSCST EXT 679616 MSSP POE TO BHL NLT 660' FB REC 9-14-2018 (P. PORTER)
PENDING CD - 201807068	9/19/2018 - G57 - (E.O.) 25 & 36-20N-18W EST MULTIUNIT HORIZONTAL WELL X201807066 MSSP 25-20N-18W X201807067 MSSP 36-20N-18W 50% 25-20N-18W 50% 36-20N-18W TAPSTONE ENERGY, LLC. REC 9-14-2018 (P. PORTER)
PENDING CD - 201807069	9/19/2018 - G57 - (E.O.) 25 & 36-20N-18W X201807066 MSSP 25-20N-18W X201807067 MSSP 36-20N-18W COMPL. INT. (25-20N-18W) NCT 150' FNL, NCT 0' FSL, NCT 1320' FWL COMPL. INT. (36-20N-18W) NCT 0' FNL, NCT 150' FSL, NCT 1320' FWL TAPSTONE ENERGY, LLC. REC 9-14-2018 (P.PORTER)





TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA

Surveying and Mapping for the Energy Industry 13800 Wireless Way, Okla. City, OK. 73134 www.topographic.com Telephone Numbers: Local (405) 843-4847 Toll Free (800) 654-3219

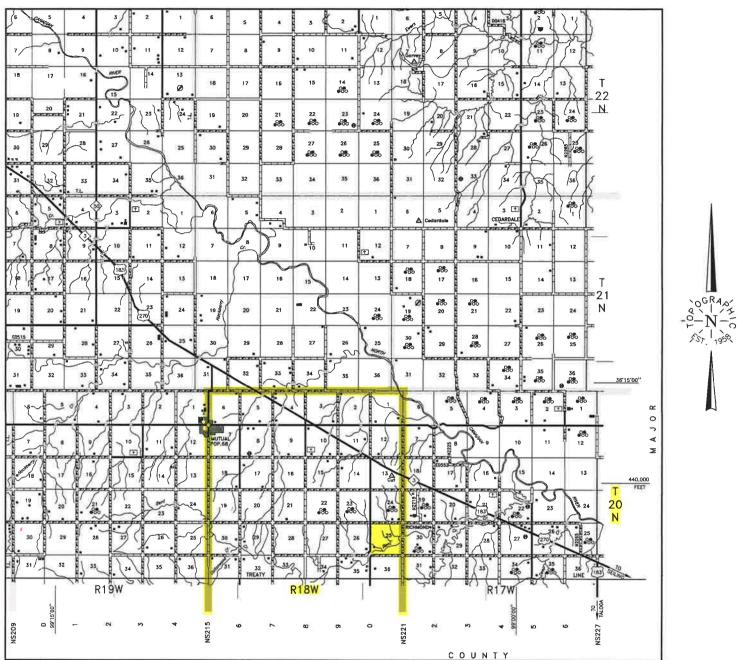


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VICINITY MAP



Scale: 1'' = 3 Miles

Sec. 25 Twp. 20N Rng. 18W IM

County______WOODWARD_____State_____OK____

Operator _____ TAPSTONE ENERGY



