| PI NUMBER: 051 24231 rizontal Hole Oil & Gas | OIL & GAS (F OKLAHOI | CORPORATION COMMIS CONSERVATION DIVIS P.O. BOX 52000 MA CITY, OK 73152-200 Rule 165:10-3-1) | ION Approval Date: | 12/04/2017 : 06/04/2018 |
|---|-----------------------------|---|----------------------------------|------------------------------|
| | P | ERMIT TO DRILL | | |
| | | | | |
| WELL LOCATION: Sec: 24 Twp: 9N Rge: 7W | County: GRADY | | | |
| SPOT LOCATION: NW NE NE NE | FEET FROM QUARTER: FROM | ORTH FROM EAST | | |
| | SECTION LINES: 25 | 50 377 | | |
| Lease Name: BOYER | | H-24 | Well will be 250 feet from nea | rest unit or lease boundary. |
| Operator GAEDEKE OIL & GAS OPERATING Name: | LLC | Telephone: 2142733339 | OTC/OCC Number: | 22637 0 |
| GAEDEKE OIL & GAS OPERATING LLC | | GENE | VA L BOYER | |
| 3710 RAWLINS ST STE 1000 | | 1717 C | COUNTY ROAD 1240 | |
| 3710 RAWLINS ST STE 1000 | | TRUST | TEE OF THE GENEVA L BOYER | TRUST |
| DALLAS, TX | 75219-6409 | TUTTL | .E OK | 73089 |
| 1 WOODFORD 2 3 4 5 | Depth 11432 | 6 7 8 9 10 | De | |
| Spacing Orders: No Spacing | Location Exception Or | ders: | Increased Density Orders | |
| Pending CD Numbers: 201700847 | | | Special Orders: | |
| Total Depth: 16716 Ground Elevation: 127 | 6 Surface Ca | asing: 1200 | Depth to base of Treatable Wa | ter-Bearing FM: 400 |
| Under Federal Jurisdiction: No | Fresh Water Si | upply Well Drilled: No | Surface Wate | used to Drill: Yes |
| PIT 1 INFORMATION | | Approved Method | for disposal of Drilling Fluids: | |
| Type of Pit System: CLOSED Closed System Means St | eel Pits | D. One time law | | |
| Type of Mud System: WATER BASED Chlorides Max: 3500 Average: 1000 | D. One t H. SEE | | l application (REQUIRES PERMIT) | PERMIT NO: 17-33329 |
| Is depth to top of ground water greater than 10ft below bas | e of pit? Y | | | |
| | | | | |
| Within 1 mile of municipal water well? N | | | | |
| Within 1 mile of municipal water well? N Wellhead Protection Area? N | | | | |
| | | | | |
| Wellhead Protection Area? N | | | | |
| Wellhead Protection Area? N Pit is not located in a Hydrologically Sensitive Area. | | | | |
| Wellhead Protection Area? N Pit is not located in a Hydrologically Sensitive Area. Category of Pit: C | | | | |

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 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: DOG CREEK

HORIZONTAL HOLE 1

GRADY Sec 24 Twp 9N Rge 7W County Spot Location of End Point: S2 SE SE SE Feet From: SOUTH 1/4 Section Line: 85 Feet From: EAST 1/4 Section Line: 330 Depth of Deviation: 10932 Radius of Turn: 444 Direction: 179 Total Length: 5087 Measured Total Depth: 16716 True Vertical Depth: 11457 End Point Location from Lease, Unit, or Property Line: 85

| Notes: | |
|----------------------|---|
| Category | Description |
| COMPLETION INTERVAL | 11/13/2017 - G58 - WILL BE LESS THAN 165' FROM THE BOUNDARY PER OPERATOR |
| DEEP SURFACE CASING | 11/2/2017 - 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 | 11/1/2017 - 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 |
| MEMO | 11/1/2017 - 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. 051 24231 BOYER 1H-24

PENDING CD - 201700847

Description

11/13/2017 - G58 - (640) (HOR) 24-9N-7W VAC OTHERS EST WDFD, OTHERS COMPL. INT. NLT 165' FNL & FSL, NLT 330' FEL & FWL (EXIST CONCURRENTLY WITH ANY NON-HORIZONTAL DRILLING AND SPACING UNITS NOT VACATED) REC 9/27/2017 (THOMAS)

051-24231







