API NUMBER: 017 25245

Disposal

Straight Hole

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

Approval Date: 07/13/2018
Expiration Date: 01/13/2019

PERMIT TO DRILL

WELL LOCATION: Sec:	16 Twp: 13N	I Rge: 7W	County: C	CANADIAN					
SPOT LOCATION: NE	NE NE		EET FROM QUARTER: FRO	M SOUTH FROM	WEST				
		S	ECTION LINES:	2390	2340				
Lease Name: SIEGRIST SWD Well				o: 1		Well will be	250 feet from nearest	unit or lease boundary.	
Operator COE Name:	BALT ENVIRONMEN	ITAL SOLUTIO	ONS LLC	Telephone:	5802799446	0	TC/OCC Number:	23434 0	
COBALT ENVIRONMENTAL SOLUTIONS LLC PO BOX 1266					DAVID S				
ARDMORE,		OK 7:	3402-1266	1107 S. HOFF EL RENO			OK 73036		
Formation(s) (Per Name 1 VIRGILI 2 3 4 5	ermit Valid for L	isted Forma	ations Only): Depth 4100		Name 6 7 8 9 10		Depth		
Spacing Orders: No Sp	Location Excep	Location Exception Orders:			Increased Density Orders:				
Pending CD Numbers:			Special Orders:						
Total Depth: 6200 Ground Elevation: 1335			Surfa	Surface Casing: 400			Depth to base of Treatable Water-Bearing FM: 300		
Under Federal Jurisdiction: No			Fresh W	Fresh Water Supply Well Drilled: No			Surface Water used to Drill: Yes		
PIT 1 INFORMATION				Approved Method for dispos			al of Drilling Fluids:		
Type of Pit System: ON SITE				A. Evaporation/dewater and backfilling of reserve pit.			f reserve pit.		
Type of Mud System: V	WATER BASED								
Chlorides Max: 5000 Ave Is depth to top of ground Within 1 mile of municipa Wellhead Protection Area Pit is not located in a	water greater than 1 al water well? N a? N		of pit? Y	-					
Category of Pit: 2									
Liner not required for C	Category: 2								
Pit Location is NON H									
Pit Location Formation:	CHICKASHA								

Notes:

Category Description

HYDRAULIC FRACTURING 7/6/2018 - 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

SPACING 7/6/2018 - G71 - N/A - DISPOSAL WELL