API NUMBER: 063 24824

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

Straight Hole Stratigraphic Test

Category of Pit: 4

Liner not required for Category: 4 Pit Location is BED AQUIFER Pit Location Formation:

SENORA

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000).

PERMIT TO DRILL

WELL LOCATION: Sec: 05 Twp: 8N Rge: SPOT LOCATION: NE NW SE SE Lease Name: ROOSEVELT Operator CALYX ENERGY III LLC Name:	FEET FROM QUARTER: FROM SECTION LINES: Well No:	SOUTH FROM 999	EAST 890 1189494224	Well will be 890 feet from nearest OTC/OCC Number:	unit or lease boundary. 23515 0
CALYX ENERGY III LLC 6120 S YALE AVE STE 1480 TULSA, OK	74136-4226		JAMES B. 3401 HICI OKC	. WISE KORY STICK RD OK 73 ⁷	120
Formation(s) (Permit Valid for Listed Name MAYES WOODFORD HUNTON SYLVAN	Formations Only): Depth 4000 4150 4230 4250	- :	Name 3 7 3	Depth	
5 cing Orders: No Spacing Location Exception Ord			10	Increased Density Orders:	
Pending CD Numbers:				Special Orders:	
Total Depth: 4400 Ground Elevation	: 736 Surface	e Casing: 1500		Depth to base of Treatable Water-B	Bearing FM: 280
Under Federal Jurisdiction: No	Fresh Wat	ter Supply Well Drilled		Surface Water use	ed to Drill: Yes
PIT 1 INFORMATION Type of Pit System: ON SITE Type of Mud System: AIR		,	Approved Method for disposal of Drilling Fluids: A. Evaporation/dewater and backfilling of reserve pit. B. Solidification of pit contents.		
Is depth to top of ground water greater than 10ft belowithin 1 mile of municipal water well? N Wellhead Protection Area? N Pit is located in a Hydrologically Sensitive Are	Ę	F. Haul to Commercial soil farming facility: Sec. 14 Twn. 7N Rng. 9E Cnty. 63 Order No: 551649 H. SEE MEMO			

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 8000 Average: 5000

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?

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: SENORA

Notes:

Category Description

DEEP SURFACE CASING 6/4/2018 - G57 - 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 6/4/2018 - G57 - 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 6/4/2018 - G57 - PIT 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST,

WBM/CUTTINGS CAPTURED IN CONCRETE-LINED PIT, SOLIDFIED AND HELD UNTIL DISPOSAL

APPROVED BY OCC

SPACING 7/13/2018 - G57 - NA - STRATIGRAPHIC TEST

STRAT TEST 7/13/2018 - G57 - THIS WELL HAS BEEN APPROVED AS A STRATIGRAPHIC TEST WITH THE

INTENT TO SET SURFACE CASING ONLY. OPERATOR WILL FILE AN AMENDED FORM 1000

CHANGING THE TYPE OF DRILLING OPERATION AT A LATER DATE.