

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

API NUMBER: 063 24827

Approval Date: 07/17/2018

Expiration Date: 01/17/2019

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 33 Twp: 9N Rge: 10E

County: HUGHES

SPOT LOCATION: ☐ SW ☐ SE ☐ SW ☐ SW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 231 975

Lease Name: CELTIC

Well No: 1-33-28CH

Well will be 231 feet from nearest unit or lease boundary.

Operator Name: CALYX ENERGY III LLC

Telephone: 9189494224

OTC/OCC Number: 23515 0

CALYX ENERGY III LLC
6120 S YALE AVE STE 1480
TULSA, OK 74136-4226

WADE BAGWELL
2465 HWY 75
WETUMKA OK 74883

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

	Name	Depth	Name	Depth
1	MISSISSIPPIAN	3600	6	
2	WOODFORD	3875	7	
3			8	
4			9	
5			10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201803164
201803166

Special Orders:

Total Depth: 14144 Ground Elevation: 714

Surface Casing: 1500

Depth to base of Treatable Water-Bearing FM: 200

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: Yes

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: AIR

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: 4

Liner not required for Category: 4

Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

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

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

B. Solidification of pit contents.

F. Haul to Commercial soil farming facility: Sec. 14 Twn. 7N Rng. 9E Cnty. 63 Order No: 551649

H. SEE MEMO

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: 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? N

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 28 Twp 9N Rge 10E County HUGHES

Spot Location of End Point: NW NW NE NW

Feet From: NORTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 1600

Depth of Deviation: 3318

Radius of Turn: 382

Direction: 15

Total Length: 10226

Measured Total Depth: 14144

True Vertical Depth: 3875

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

Notes:

Category

Description

DEEP SURFACE CASING

7/13/2018 - 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

7/13/2018 - 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

MEMO

7/13/2018 - G71 - PIT 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, WBM/CUTTINGS CAPTURED IN CONCRETE-LINED PIT, SOLIDIFIED AND HELD UNTIL DISPOSAL APPROVED BY OCC

PENDING CD - 201803164

7/17/2018 - G57 - (1280)(HOR) 28 & 33-9N-10E
EST MSSP, WDFD, OTHER
POE TO BHL (MSSP) NLT 660' FB
POE TO BHL (WDFD) NLT 165' FNL & FSL, NLT 330' FEL & FWL
REC 6-1-2018 (DUNN)

This permit does not address the right of entry or settlement of surface damages.

063 24827 CELTIC 1-33-28CH

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.

Category	Description
PENDING CD - 201803166	7/17/2018 - G57 - (I.O.) 28 & 33-9N-10E X201803164 MSSP, WDFD COMPL. INT. (33-9N-10E) NCT 165' FSL, NCT 330' FEL COMPL. INT. (28-9N-10E) NCT 165' FNL, NCT 330' FEL NO OP. NAMED REC 6-1-2018 (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.



Well Location Plat

S.H.L. Sec. 33-9N-10E I.M.
B.H.L. Sec. 28-9N-10E I.M.

Operator: CALYX ENERGY III, LLC
Lease Name and No.: CELTIC 1-33-28CH
Footage: 231' FSL - 975' FWL Gr. Elevation: 714'
Section: 33 Township: 9N Range: 10E I.M.
County: Hughes State of Oklahoma
Terrain at Loc.: Location fell in flat, open pasture.

API: 063 24827



All bearings shown
are grid bearings.



1" = 1320'

GPS DATUM

NAD 83

NAD 27

OK SOUTH ZONE

Surface Hole Loc.:

Lat: 35°12'13.03"N

Lon: 96°15'39.79"W

X: 2487994.58

Y: 685131.94

Surface Hole Loc.:

Lat: 35°12'12.71"N

Lon: 96°15'38.77"W

X: 2519592.27

Y: 685082.19

POE:

Lat: 35°12'12.38"N

Lon: 96°15'32.25"W

X: 2488621.72

Y: 685077.35

POE:

Lat: 35°12'12.07"N

Lon: 96°15'31.22"W

X: 2520219.41

Y: 685027.58

Bottom Hole Loc.:

Lat: 35°13'53.54"N

Lon: 96°15'32.30"W

X: 2488440.64

Y: 695303.59

Bottom Hole Loc.:

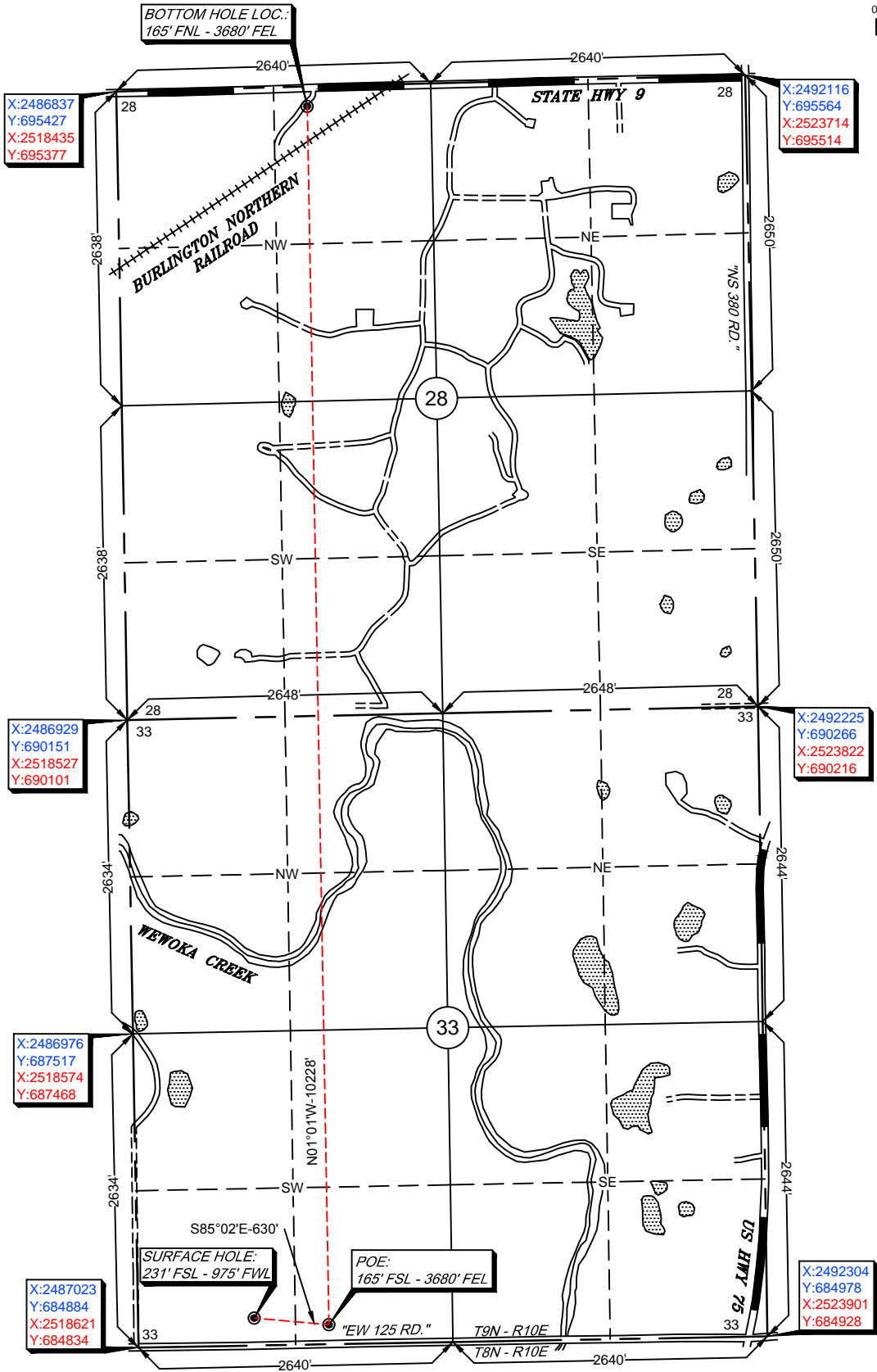
Lat: 35°13'53.22"N

Lon: 96°15'31.28"W

X: 2520038.32

Y: 695253.59

Please note that this location was staked on the ground under the supervision of a Licensed Professional Land Surveyor, but the accuracy of this survey is not guaranteed. Please contact Arkoma Surveying and Mapping promptly if any inconsistency is determined. GPS data is observed from RTK - GPS. -NOTE: X and Y data shown hereon for Section Corners may NOT have been surveyed on-the-ground, and further, does NOT represent a true boundary survey. -Quarter Section distances may be assumed from a Government Survey Plat or assumed at a proportional distance from opposing section corners, or occupation thereof, and may not have been measured on-the-ground, and further, does not represent a true boundary survey.



Survey and plat by:

Arkoma Surveying and Mapping, PLLC

P.O. Box 238 Wilburton, OK 74578

Ph. 918-465-5711 Fax 918-465-5030

Certificate of Authorization No. 5348

Expires June 30, 2020

Invoice #7906-A-A

Date Staked: 07/10/18

By: H.S.

Date Drawn: 07/11/18

By: J.K.

Certification:

This is to certify that this Well Location Plat represents the results of a survey made on the ground performed under the supervision of the undersigned.

LANCE G. MATHIS

07/16/18

OK LPLS 1664

