API NUMBER: 073 26311

Oil & Gas

Horizontal Hole

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

Approval Date: 10/11/2018
Expiration Date: 04/11/2020

PERMIT TO DRILL

WELL LOCATION: Sec: 36 Twp: 19N Rge: 6W County: KINGFISHER

SPOT LOCATION: SE NW NE NW FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 382 1805

Lease Name: PHYLLIS Well No: 36-02SH Well will be 382 feet from nearest unit or lease boundary.

OperatorSK NEMAHA LLCTelephone:7133955141OTC/OCC Number:242210Name:

SK NEMAHA LLC

11700 KATY FWY STE 900

HOUSTON, TX 77079--1222

MARVIN & DOROTHY IVEN

520 NORTH CHEROKEE STREET

HENNESSEY OK 73742

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

Name Depth Name Depth OSWEGO 6175 1 6 2 7 3 8 4 9 10 645701 Spacing Orders: Location Exception Orders: Increased Density Orders: 683702

Pending CD Numbers: 201806270 Special Orders:

Total Depth: 11075 Ground Elevation: 1127 Surface Casing: 350 Depth to base of Treatable Water-Bearing FM: 150

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No Surface Water used to Drill: No

PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 5000 Average: 3000

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: SALT PLAINS

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-35541

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

HORIZONTAL HOLE 1

Sec 36 Twp 19N Rge 6W County KINGFISHER

Spot Location of End Point: W2 SE SE SW
Feet From: SOUTH 1/4 Section Line: 330
Feet From: WEST 1/4 Section Line: 2300

Depth of Deviation: 5571
Radius of Turn: 573
Direction: 175
Total Length: 4604

Measured Total Depth: 11075

True Vertical Depth: 6175

End Point Location from Lease,
Unit, or Property Line: 330

Notes:

Category Description

HYDRAULIC FRACTURING 10/2/2018 - 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

INCREASED DENSITY - 683702 10/10/2018 - G75 - 36-19N-6W

X645701 OSWG 2 WELLS SK NEMAHA, LLC 9-25-2018

9-23-201

PENDING CD - 201806270 10/10/2018 - G75 - (I.O.) 36-19N-6W

X645701 OSWG

COMPL. INT. NCT 330' FNL, NCT 330' FSL, NCT 2300' FWL

NO OP. NAMED

REC 8-28-2018 (JACKSON)

SPACING - 645701 10/10/2018 - G75 - (640)(HOR) 36-19N-6W

VAC OTHER

VAC 43828/45316 OSWG W2, SE4 EXT 642334 OSWG, OTHERS POE TO BHL NCT 660' FB

(COEXIST SP. ORDER # 43828/45316 OSWG NE4)

Sec. 36-19N-6W I.M.

Operator: SK NEMAHA

Lease Name and No.: PHYLLIS 36-O2SH

Footage: 382' FNL - 1805' FWL Gr. Elevation: 1127' Section: 36 Township: 19N Range: 6W I.M.

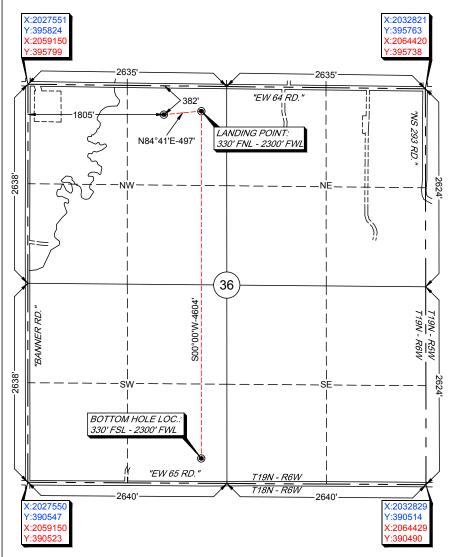
County: Kingfisher State of Oklahoma

Terrain at Loc.: Location fell in a plowed field, South of an existing SWD pipeline, gas

pipeline, fence, and aerial powerline.



1" = 1320'



GPS DATUM NAD 83 NAD 27

OK NORTH ZONE

Surface Hole Loc.: Lat: 36°05'09.93"N Lon: 97°47'38.54"W Lat: 36.08609259 Lon: -97.79403964 X:2029356 Y:395421

Surface Hole Loc.: Lat: 36°05'09.79"N Lon: 97°47'37.35"W Lat: 36.08605380 Lon: -97.79370858 X: 2060955 Y: 395397

Landing Point: Lat: 36°05'10.38"N Lon: 97°47'32.51"W Lat: 36.08621598 Lon: -97.79236359 X:2029851 Y:395467

Landing Point: Lat: 36°05'10.24"N Lon: 97°47'31.32"W Lat: 36.08617718 Lon: -97.79203259 X: 2061450 Y: 395443

Bottom Hole Loc.: Lat: 36°04'24.85"N Lon: 97°47'32.64"W Lat: 36.07356839 Lon: 97.79239954 X:2029850 Y:390863

Bottom Hole Loc.: Lat: 36°04'24.71"N Lon: 97°47'31.45"W Lat: 36.07352935 Lon: -97.79206865 X: 2061450 Y: 390839

se note that this location was staked on the ground under the supervis -Please note that this location was staked on the ground under the supervision of a Licensed Professional Land Surveyor, but the accuracy of this surveys is not guaranteed. Please contact Arkoma Surveying and Mapping promptly if any inconsistency is determined. 6PS data is observed from RTK-GPS and visit and visit and when 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 assured from a Covernment Survey Plat or compared to the control of the contro

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 #7972-A Date Staked: 08/30/18 Date Drawn: 09/05/18 By: D.K. 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.

09/05/18

LANCE G. MATHIS OK LPLS 1664

Mar con WILL SSIONAL OF SOCOOD SURVEYOR LANCE G. **MATHIS** 1664 AHOMA ... OKLAHOMA