API NUMBER: 073 26319

Oil & Gas

Horizontal Hole

Lease Name: BILLY

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

Approval Date: 10/16/2018
Expiration Date: 04/16/2020

PERMIT TO DRILL

WELL LOCATION:	Sec:	20	Twp:	15N	Rge:	9W	County:	KING	FISHER		
SPOT LOCATION:	NW	NE	N\	N	NE		FEET FROM QUARTER:	FROM	NORTH	FROM	EAST
							SECTION LINES:		250		1960

Well will be 250 feet from nearest unit or lease boundary.

Operator CIMAREX ENERGY CO Telephone: 9185851100 OTC/OCC Number: 21194 0

Well No: 4-20H

CIMAREX ENERGY CO 202 S CHEYENNE AVE STE 1000

TULSA, OK 74103-3001

MERLE BERNHARDT 15051 E 202ND STREET

BIXBT OK 74008

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

	Name	Depth	Name	Depth
1	MISSISSIPPI SOLID	9500	6	
2			7	
3			8	
4			9	
5			10	
Spacing Orders:	139333	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: 201806990 Special Orders:

201806985

Total Depth: 14198 Ground Elevation: 1264 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 440

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-35467
Chlorides Max: 10000 Average: 3000 H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

Chlorides Max: 10000 Average: 3000 H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

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: CHICKASHA

HORIZONTAL HOLE 1

Sec 20 Twp 15N Rge 9W County KINGFISHER

Spot Location of End Point: SW SW SE SE
Feet From: SOUTH 1/4 Section Line: 150
Feet From: EAST 1/4 Section Line: 1300

Depth of Deviation: 9069
Radius of Turn: 477
Direction: 175
Total Length: 4980

Measured Total Depth: 14798

True Vertical Depth: 9931

End Point Location from Lease,
Unit, or Property Line: 150

Notes:

Category Description

DEEP SURFACE CASING 10/15/2018 - GA8 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR

SURFACE CASING

HYDRAULIC FRACTURING 10/15/2018 - GA8 - 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

INTERMEDIATE CASING 10/15/2018 - GA8 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER-

PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE

MORROW SERIES

PENDING CD - 201806985 10/16/2018 - G58 - 20-15-9W

X139333 MSSSD 4 WELLS NO OP. NAMED

REC 9/17/2018 (THOMAS)

PENDING CD - 201806990 10/16/2018 - G58 - (I.O.) 20-15N-9W

X139333 MSSSD

COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 330' FEL,

NO OP. NAMED

REC 9/17/2018 (THOMAS)

SPACING - 139333 10/16/2018 - G58 - (640) 20-15N-9W

EXT OTHERS

EXT 125914/137756 MSSSD, OTHERS

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA 13800 WIRELESS WAY, OKLA. CITY, OKLA. 73134 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293 LS KINGFISHER 073-26319 County, Oklahoma 250'FNL-1960'FEL 15N Range 9<u>W_1.M.</u> 20 _ Section Township X= 1949178 Y= 279828 LANDING 250 POINT information shown herein construction purposes ONLY 1943894 279814 960 LANDING POINT 150'FNL-1300'FEL NAD-27 (US Feet) 35'46'05.5"N \parallel 682 98'10'32.5"W 35.768189245°N 98.175690809°W X= 1947878 Y= 279675 2389 **EXISTING** ģ ±678 20 X= 1949170 Y= 277187 X= 1943889 Y= 277177 EXISTING WELL EXISTING 2490 1959 BOTTOM HOLE 150'FSL-1300'FEL NAD-27 (US Feet) 35'45'16.2"N 98'10'32.6"W 35.754507903'N 98.175711984'W EXISTING WELL ±677 GRID NAD-27 OK NORTH ±637' X= 1947863 US Feet r = 274695500' 1000' 1339 1300 воттом HOLE LANDING POINT, BOTTOM HOLE, AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. Operator: CIMAREX ENERGY CO. **ELEVATION:** Well No.: <u>4-2</u>0H Lease Name: BILLY 1264' Gr. at Stake (NGVD29) Topography & Vegetation Loc. fell in sloped field. Reference Stakes or Alternate Location Good Drill Site? Yes Stakes Set None Best Accessibility to Location From North off county road. Distance & Direction From junction of St. Hwy. 33 E-W and Calumet Rd., go South ± 6 from Hwy Jct or Town. TH' miles on Calumet Rd., then West ± 3 miles to the NE Cor. of Sec. 20-T15N-R9W. Revision X A Date of Drawing: Oct. 12, 2018 Invoice # 303977A Date Staked: Sept. 14, 2018 DATUM: NAD-27 LAT: <u>35'46'04.5"N</u> LONG: 98'10'40.5"W CERTIFICATE: SURVE LAT: __35.767906643*N Thomas L. Howell ___ an Oklahoma Licensed Land LONG: 98.177915446'W Surveyor and an authorized agent of Topographic Land STATE PLANE Surveyors of Oklahoma, do hereby certify to the 1433 COORDINATES: (US Feet) information shown herein ZONE: OK NORTH OKLAHOMA X: 1947218 279573 Oklahoma Lic. No. __