API NUMBER: 063 24823 A

Oil & Gas

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

Horizontal Hole

Amend reason: SHL

AMEND PERMIT TO DRILL

WELL LOCATION:	Sec:	11	Twp:	9N	Rae: 9E	County:	HUGHES

SPOT LOCATION: SW SW SW FEET FROM QUARTER: FROM SOUTH FROM WEST SECTION LINES: 257 242

Lease Name: MAVERICK Well No: 1-10-3CH Well will be 242 feet from nearest unit or lease boundary.

Operator 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

WILLIAM H. LAYCOCK

7611 E. 120 RD

WETUMKA OK 74883

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

	1	Name	Depth	Name	Depth
1	1	MISSISSIPPIAN	3600	6	
2	! '	WOODFORD	3875	7	
3	}			8	
4				9	
5	;			10	
acina	Orders:	681786	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: 201803159 Special Orders:

Total Depth: 14169 Ground Elevation: 749 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 240

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.

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:

...

H. SEE MEMO

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).

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 03 Twp 9N Rge 9E County HUGHES

Spot Location of End Point: N2 NE NE NE Feet From: NORTH 1/4 Section Line: 165
Feet From: EAST 1/4 Section Line: 330

Depth of Deviation: 3173 Radius of Turn: 477

Direction: 355

Total Length: 10247

Measured Total Depth: 14169
True Vertical Depth: 3875
End Point Location from Lease,
Unit, or Property Line: 0

Notes:

Category Description

DEEP SURFACE CASING 7/5/2018 - 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 7/5/2018 - 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

7/5/2018 - G71 - PIT 2 - CLOSED SYSTEM=STEEL PITS (REQUIRED - LITTLE WEWOKA CREEK).

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

APPROVED BY OCC

PENDING CD - 201803159 7/9/2018 - G57 - (I.O.) 3 & 10-9N-9E

X201803157 MSSP, WDFD

COMPL. INT. (10-9N-9E) NCT 165' FSL, NCT 330' FEL COMPL. INT. (3-9N-9E) NCT 165' FNL, NCT 330' FEL

CALYX ENERGY III, LLC. REC 5-8-2018 (DUNN)

Category Description

SPACING - 681786

7/9/2018 - G57 - (1280)(HOR) 3 & 10-9N-9E EST MSSP, WDFD, OTHER POE TO BHL (MSSP) NLT 660' FB POE TO BHL (WDFD) NLT 165' FNL & FSL, NLT 330' FEL & FWL

