API NUMBER: 049 25197 Α OKLAHOMA CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION** P.O. BOX 52000 **OKLAHOMA CITY, OK 73152-2000** (Rule 165:10-3-1)

Approval Date: 05/03/2018 11/03/2018 **Expiration Date**

Horizontal Hole Amend reason: SHL

Oil & Gas

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: Twp: 3N Rge: 4W County: GARVIN

FEET FROM QUARTER: WEST SPOT LOCATION: lww FROM NORTH NW NW INW SECTION LINES:

170 270

Lease Name: BUD Well No: 1-12-1WXH Well will be 170 feet from nearest unit or lease boundary.

CASILLAS OPERATING LLC Operator OTC/OCC Number: Telephone: 9185825310 23838 0 Name:

CASILLAS OPERATING LLC 401 S BOSTON AVE STE 2400

TULSA. OK 74103-4060 MARY F. ENGLISH

14387 E. COUNTY ROAD 1575

LINDSAY OK 73052

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

Name Depth Name Depth MISSISSIPPIAN 1 9326 6 2 WOODFORD 9586 7 3 HUNTON 9786 8 9 5 10 Spacing Orders: Location Exception Orders: Increased Density Orders: No Spacing

Pending CD Numbers: 201705053

Special Orders:

201705341

201705342

Total Depth: 20066 Ground Elevation: 1162 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 220

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

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?

Chlorides Max: 6000 Average: 3000

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: DUNCAN D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 18-34137

H. SEE MEMO

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 300000 Average: 200000

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: DUNCAN

HORIZONTAL HOLE 1

Sec 01 Twp 3N Rge 4W County GARVIN Spot Location of End Point: NE NW NW NW Feet From: NORTH 1/4 Section Line: 50

Feet From: WEST 1/4 Section Line: 380

Depth of Deviation: 9205 Radius of Turn: 573

Direction: 5

Total Length: 9960

Measured Total Depth: 20066

True Vertical Depth: 9786

End Point Location from Lease,
Unit, or Property Line: 50

Notes:

MEMO

Category Description

DEEP SURFACE CASING 4/19/2018 - 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 4/19/2018 - 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

4/19/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201705053 4/26/2018 - G57 - (640)(HOR) 1 & 12-3N-4W

EXT 660070 MSSP, WDFD, HNTN POE TO BHL (MSSP, HNTN) NCT 660' FB

POE TO BHL (WDFD) NCT 165' FNL & FSL, NCT 330' FEL & FWL

 $({\sf COEXIST~WITH~SP.~343360~SCMR,~HNTN,~WDFD~SW4~1,~SP.~346248~SCMR,~WDFD,~HNTN~E2~1,~SP.~347970~SCMR,~HNTN~NW4~1~\&~SP.~348687~SCMR,~WDFD,~HNTN~NE4~12,~SP.~345241~SCMR,~WDFD,~WD$

WDFD, HNTN SE4 12, SP. 349600 SCMR, WDFD, HNTN W2 12)

REC 4-11-2018 (DUNN)

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.

049 25197 BUD 1-12-1WXH

Category Description

PENDING CD - 201705341 4/26/2018 - G57 - (I.O.) 12 & 1-3N-4W

EST A MULTIUNIT HÓRIZONTAL WELL

X201705053 MSSP, WDFD, HNTN

(MSSP, HNTN ARE ADJACENT COMMON SOURCES OF SUPPLY TO THE WDFD)

50% 12-3N-4W 50% 1-3N-4W

CASILLAS PETROLEUM RESOURCE PARTNER, LLC.

REC 4-11-2018 (DUNN)

PENDING CD - 201705342 4/26/2018 - G57 - (I.O.) 12 & 1-3N-4W

X201705053 MSSP, WDFD, HNTN

COMPL. INT. (12-3N-4W) NCT 165' FSL, NCT 0' FNL, NCT 330' FWL COMPL. INT. (1-3N-4W) NCT 0' FSL, NCT 165' FNL, NCT 330' FWL

NO OP. NAMED

REC 4-11-2018 (DUNN)

SURFACE CASING 4/19/2018 - G71 - MIN. 300' PER ORDER 27640

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 API: 049 25197 GARVIN County, Oklahoma 170'FNL-270'FWL Section 13 Township ____3N___ Range __4W_ I.M. Best Accessibility to Location.
Distance & Direction
from Hwy Jct or Town From Good Topography & Vegetation Operator: X 2128694 Y **522428** on county road D3049 Drill Site? Name: X 2126053 Y 522425 2261 CASILLAS BUD LOT 3 LOT 2 LOT 1 BOTTOM HOLE 50'FNL-380'FWL 34'46'05.0" N 97'34'44.5" W 37'.5768052094' N 97'.579020772' W X: 2126433 Y: 522376 OPERATING, 2587 Yes From Location ±255' S/2-NW/4 ±1.4 S/2-NE/4 From North miles to fell county X 2126063 Y 519788 X 2131347 Y 519790 今 3. 웃 existing the Stakes Set None Reference Stakes PATH heavy North Line of D3049 E-W pipeline, DRILL brush, on 'n-PROPOSED 2 ş the ±291' Hwy. 9 Section 13, Alternate ±161 X 2128716 Y 517147 X 2131360 Y 517148 76 No.: 1-12-1WXH X 2126072 Y 517150 EXISTING WELL HEAD GRID NAD-27 OK SOUTH US FEET Scale: for ±361' Location ±5.5 T3N-R4W. of E-V miles N W fence. of. 1160' Gr. at existing EXISTING WELL HEAD east X 2126096 Y 514508 pipelines X 2131382 Y 5145010 ±0.7 Stake LANDING POINT 550'FSL-380'FWL 34'44'26.5" N 97'34'44'.3" W 34.740684380' N 97'.578970986' W X: 2126490 Y: 512416 miles, then **EXISTING**PIPELINE Surveyor and an au Surveyors of Oklaho information shown t CERTIFICATE: Oklahoma Lic. X 2128750 Y 511864 X 2126113 Y 511866 X 2131390 Y 511871 290766 Thomas d an authori Oklahoma, 11 No. Date of Drawing: authorized herein. Howell 1433 11 do 1 hereby agent 11 1 Oklahoma Lice.... ent of Topographic ' Mar. Mar. X 21**261**27 Y 509227 X 2131412 Y 509230 20, 22, 739-FAW 2018 2018 Licensed nge Line P Land JGW CENSED DATUM: NAD-27 LAT: 34°44'19.3"N X 2126140 Y 506587 X 2128778 Y 506587 X 2131415 Y 506587 LONG: 97'34'45.6"W HOWELL LAT: 34.738707463*N LONG: 97.579332586°W STATE PLANE COORDINATES (US FEET): BOTTOM HOLE, LANDING POINT, AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. ZONE: OK SOUTH SURVEYOR 73/ANS ONY This information was gathered with a GPS receiver with ±1 foot Horiz./Vert. accuracy. 2126384 THE INFORMATION SHOWN HEREIN IS FOR CONSTRUCTION PURPOSES ONLY 511696