API NUMBER: 133 25312

Oil & Gas

Straight Hole

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

Approval Date: 09/10/2018

Expiration Date: 03/10/2019

PERMIT TO DRILL

	<u>I LIXIVII I</u>	TO DIVILL			
WELL LOCATION: Sec: 10 Twp: 9N Rge: 7E	County: SEMINOLE				
SPOT LOCATION: SE NE SW SE FEET FROM QUI		FROM WEST			
SECTION LINES:	793	1160			
Lease Name: MS RENEE	Well No: 2-10		Well will be 793 feet from nearest unit or lease boundary		
Operator XANADU EXPLORATION COMPANY Name:	Telepho	ne: 9185843802	OTC/OCC Number: 19754 0		
XANADU EXPLORATION COMPANY 320 S BOSTON AVE STE 2000 TULSA. OK 74103-47	00		HY MCCLANAHAN IORTH 3640 ROAD		
TULSA, OK 74103-47	09	WEWOK	KA OK 74884		
1 CALVIN 160 2 3 4 5 Spacing Orders: 441374 Loc	ation Exception Orders:	6 7 8 9 10	Increased Density Orders:		
Pending CD Numbers:	ation Exception Orders.		Special Orders:		
Total Depth: 1700 Ground Elevation: 1025 Compart will be circulated from Total Depth to the	Surface Casing:		Depth to base of Treatable Water-Bearing FM: 620		
Cement will be circulated from Total Depth to the Under Federal Jurisdiction: No	Fresh Water Supply Well		Surface Water used to Drill: Yes		
	. reen rraier Cappi, rren		or disposal of Drilling Fluids:		
PIT 1 INFORMATION Type of Dit System: ON SITE		• •	•		
Type of Pit System: ON SITE Type of Mud System: WATER BASED		A. Evaporation/dewa	water and backfilling of reserve pit.		
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			H. MIN. SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER; CBL REQUIRED		
Wellhead Protection Area? N					
Pit is located in a Hydrologically Sensitive Area.					
Category of Pit: 1B					
Liner required for Category: 1B					

Notes:

Pit Location is BED AQUIFER
Pit Location Formation: VAMOOSA

Category Description

ALTERNATE CASING 8/20/2018 - G71 - APPROVED WITH THE FOLLOWING CONDITIONS: 1) DRILLING FLUID WILL BE

MUD PRIOR TO TOTAL DEPTH TO PROTECT SHALLOW SANDS; AND, 2) COPY OF CBL NEEDS TO BE SUBMITTED TO OCC TECHNICAL STAFF IMMEDIATELY. A COMPLETION ATTEMPT, IN CASES WHERE THE PROTECTION OF THE TREATABLE WATER IS QUESTIONABLE, IS

STRICTLY PROHIBITED PER OCC 165:10-3-4(D)(4)(C)

HYDRAULIC FRACTURING 8/14/2018 - 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

SPACING - 441374 9/7/2018 - G75 - (160) SE4 10-9N-7E

VAC 155464 CLVN, OTHERS S2 VAC 156839 CLVN, OTHERS NW4

VAC OTHERS EST CLVN. OTHERS