API NUMBER: 045 23759

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: 08/13/2018
Expiration Date: 02/13/2019

PERMIT TO DRILL

WELL LOCATION:	Sec:	04	Twp:	17N	Rge:	24V	/ с	ounty	: ELLI	S		
SPOT LOCATION:	SW	SE	S	W	SW		FEET FROM QUAR	TER:	FROM	SOUTH	FROM	WEST
							SECTION LINES:			317		973
Lease Name: F	RINCI	PAL 9X	16-17-2	24				We	ell No:	1HA		

Well will be 317 feet from nearest unit or lease boundary.

Operator FOURPOINT ENERGY LLC Telephone: 3032900990 OTC/OCC Number: 23429 0

FOURPOINT ENERGY LLC 100 SAINT PAUL ST STE 400

DENVER, CO 80206-5140

JIMMIE & RHONDA WAYLAND

P.O. BOX 193

ARNETT OK 73832

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

	Name	Depth	Name	Depth		
1	CHEROKEE	10571	6			
2			7			
3			8			
4			9			
5			10			
Spacing Orders:	593688	Location Exception Orders:		Increased Density Orders:		
	594259	·		<u> </u>		
Pending CD Num	here: 20180/1957			Special Orders:		

Pending CD Numbers: 201804957 Special Orders:

201804958

Total Depth: 21070 Ground Elevation: 2274 Surface Casing: 600 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

Chlorides Max: 40000 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 AP/TE DEPOSIT
Pit Location Formation: TERRACE

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-35002

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 AP/TE DEPOSIT
Pit Location Formation: TERRACE

HORIZONTAL HOLE 1

Sec. 16 Twp 17N Rge 24W County **ELLIS** SW Spot Location of End Point: SW SF SW Feet From: SOUTH 1/4 Section Line: 10 Feet From: WEST 1/4 Section Line: 700

Depth of Deviation: 10293
Radius of Turn: 573
Direction: 182
Total Length: 9876

Measured Total Depth: 21070

True Vertical Depth: 10900

End Point Location from Lease,
Unit, or Property Line: 10

Notes:

MEMO

Category Description

HYDRAULIC FRACTURING

8/3/2018 - 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 8/3/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201804957 8/13/2018 - G57 - (I.O.) 9 & 16-17N-24W

EST MULTIUNIT HORIZONTAL WELL X593688 CHRK 9-17N-24W

X594259 CHRK 16-17N-24W 50% 9-17N-24W

50% 16-17N-24W FOURPOINT ENERGY, LLC. REC 7-16-2018 (JOHNSON)

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.

Category Description

PENDING CD - 201804958 8/13/2018 - G57 - (I.O.) 9 & 16-17N-24W

X593688 CHRK 9-17N-24W

X594259 CHRK 16-17N-24W

COMPL. INT. (9-17N-24W) NCT 330' FNL, NCT 0' FSL, NCT 660' FWL COMPL. INT. (16-17N-24W) NCT 0' FNL, NCT 330' FSL, NCT 660' FWL

NO OP. NAMÈD

REC 7-16-2018 (JOHNSON)

SPACING - 593688 8/9/2018 - G57 - (640)(HOR) 9-17N-24W

EST CHRK, OTHERS POE TO BHL NCT 660' FB

(SUPERSEDE NON-PRODUCING NON-HORIZONTAL SPACING UNITS; COEXIST WITH

PRODUCING NON-HORIZONTAL SPACING UNITS)

SPACING - 594259 8/9/2018 - G57 - (640)(HOR) 16-17N-24W

EST CHRK, OTHERS POE TO BHL NCT 660' FB

(SUPERSEDE NON-PRODUCING NON-HORIZONTAL SPACING UNITS; COEXIST WITH

PRODUCING NON-HORIZONTAL SPACING UNITS)

