API NUMBER: 093 25151

Oil & Gas

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

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

Approval Date:	08/07/2018
Expiration Date:	02/07/2019

PERMIT TO DRILL

WELL LOCATION: Sec: 12 Twp: 21N Rge: 13 SPOT LOCATION: S2 S2 S2 SE	W County: MAJ FEET FROM QUARTER: FROM SECTION LINES:	OR SOUTH FROM EAST 320 1320		
Lease Name: DENNIS	Well No:	2-13H	Well will be 320 feet from nea	rest unit or lease boundary.
Operator FAIRWAY RESOURCES OPERATII Name:	NG III LLC	Telephone: 8176010628	OTC/OCC Number	: 23943 0
FAIRWAY RESOURCES OPERATING 538 SILICON DR STE 101 SOUTHLAKE, TX	III LLC 76092-7517		A. KOOP, TRUSTEE RIVERWALK DRIVE MAN OK	73072
Formation(s) (Permit Valid for Listed For Name 1 MISSISSIPPIAN 2 3 4 5	mations Only): Depth 8000	Name 6 7 8 9	De	pth
Spacing Orders	Location Exception	n Orders:	Increased Density Orders	:
Pending CD Numbers: 201805290 201805289			Special Orders:	
Total Depth: 13000 Ground Elevation: 13	30 Surface	Casing: 900	Depth to base of Treatable Wa	ater-Bearing FM: 480
Under Federal Jurisdiction: No	Fresh Wate	er Supply Well Drilled: No	Surface Wate	r used to Drill: No
PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means S Type of Mud System: WATER BASED Chlorides Max: 55000 Average: 5000 Is depth to top of ground water greater than 10ft below ba			d application (REQUIRES PERMIT)	PERMIT NO: 18-3502
Within 1 mile of municipal water well? N Wellhead Protection Area? N				

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 13 Twp 21N Rge 13W County MAJOR

Spot Location of End Point: S2 S2 S2 SE
Feet From: SOUTH 1/4 Section Line: 150
Feet From: EAST 1/4 Section Line: 1320

Depth of Deviation: 7267 Radius of Turn: 477 Direction: 180

Total Length: 4984

Measured Total Depth: 13000

True Vertical Depth: 8000

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

 Additional Surface Owner
 Address
 City, State, Zip

 BENJAMIN J. KOOP TRUST
 3510 RIVERWALK DR.
 NORMAN, OK 73072

Notes:

MEMO

Category Description

DEEP SURFACE CASING 8/1/2018 - G71 - 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 7/31/2018 - 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 7/31/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

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 - 201805289 8/6/2018 - G75 - (640)(HOR) 13-21N-13W

VAC 46580/561182 UNCCR W2 SE4, SW4, N2

VAC 86422/148789/150874 MRMC W2 SE4, SW4, N2

VAC 86422/148789/150874 OSGE

EST MSSP

POE TO BHL NCT 660' FB

(COEXIST SP. ORDER # 46580/561182 UNCCR & ORDER # 86422/148789/150874 MRMC E2 SE4)

REC 8-6-2018 (FOREMAN)

PENDING CD - 201805290 8/6/2018 - G75 - (I.O.) 13-21N-13W

X201805289 MSSP

COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 660' FEL

NO OP. NAMED

REC 8-6-2018 (FOREMAN)



1530 SW 89th Street, Bldg. C3 Oklahoma City, OK (405) 692-7348 cimsurvey.com

Date Staked: June 20, 2018

Oklahoma North Zone: X:1841575E

Y: 475515N

State Plane NAD27

Elevation: 1330'

Well No.: 2-13H

Good Drill Site? Yes

MAJOR County, Oklahoma 320'FSL - 1320'FEL __Section__12__Township __21N_Range _13W_I.M. E0480 Rd Rd. V0250 NO251 2311 Cultivated 1321' 1320 Y: 475252N X: 1837612E E0490 Rd 320' Proposed FTP Proposed BHL 150'FSL x 1320'FEL NAD-27 (US Feet) 150'FNL x 1320'FEL NAD-27 (US Feet) LAT: 36*18'13.778"N LAT: 36'17'24.493"N LONG: 98°32'15.551"W LONG: 98'32'15.535"W LAT: 36.30383N LAT: 36.29014N LONG: 98.53765W LONG: 98.53765W Y: 475045N Y: 470061N X: 1841573E X: 1841547E 1320'

150

Scale: 1"= 2000'

GPS Observation: Latitude 36°18'18.426" N

Y: 469960N X: 1837597E

Longitude 98°32'15.563" W

E0500 Rd

Latitude <u>36.30512 N</u>

Longitude 98.53766 W

Operator: FAIRWAY RESOURCES OPERATING III, LLC

Lease Name: <u>DENNIS</u>

Topography & Vegetation: Cultivated

Alternate Location Stakes Set: No

Best Accessibility to Location: From the South Line

Distance & Direction

from Hwy Jct or Town: From the town of Fairview; Thence North approx. 21/2 miles;

Thence West 3 miles to the SE Corner of Section 12.

SURVEYOR'S CERTIFICATE:

I, D. MIKE DOSSEY, Registered Professional Land Surveyor, No. 1431 do hereby certify that the above described well location was carefully staked on the ground as shown and that all ties and distances shown are from existing lines of occupation.

JOB NO	.: 180708A				
DATE:	06/25/18				
DRAWN	BY: S.R.T.	NO.	REVISION	DATE	BY

D. MIKE DOSSEY R.P.L.S./# 1431

