API NUMBER: 073 25814

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: 11/07/2017
Expiration Date: 05/07/2018

PERMIT TO DRILL

WELL LOCATION: Sec: 10 Twp: 16N Rge: 6W County: KINGFISHER

SPOT LOCATION: SW SW SE SW FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: **223 1649**

Lease Name: ZEPPELIN 1606 Well No: 3-10MH Well will be 223 feet from nearest unit or lease boundary.

Operator OKLAHOMA ENERGY ACQUISITIONS LP Telephone: 2815300991 OTC/OCC Number: 23509 0

OKLAHOMA ENERGY ACQUISITIONS LP 15021 KATY FREEWAY STE 400

HOUSTON, TX 77094-1900

KENNETH L. SMITH AND PAMELA G. SMITH

PO BOX 172

OKARCHE OK 73762

Special Orders:

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

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

 Name
 Depth
 Name
 Depth

 1
 MISSISSIPPIAN (EX CHESTER)
 7601
 6

 2
 7
 3
 8

 4
 9
 9

 5
 10

Spacing Orders: 667174 Location Exception Orders: Increased Density Orders:

201706040 201706041

201706045

Total Depth: 12500 Ground Elevation: 1098 Surface Casing: 500 Depth to base of Treatable Water-Bearing FM: 230

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Chlorides Max: 5000 Average: 3000 H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

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

Type of Mud System: WATER BASED

Pit is not located in a Hydrologically Sensitive Area.

Category of Pit: C

Pending CD Numbers:

Liner not required for Category: C

Pit Location is NON HSA

Pit Location Formation: SALT PLAINS

PERMIT NO: 17-33308

HORIZONTAL HOLE 1

Sec 10 Twp 16N Rge 6W County KINGFISHER

Spot Location of End Point: NE NE NW NW
Feet From: NORTH 1/4 Section Line: 165
Feet From: WEST 1/4 Section Line: 1116

Depth of Deviation: 7028
Radius of Turn: 321
Direction: 356
Total Length: 4967

Measured Total Depth: 12500

True Vertical Depth: 7601

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 10/18/2017 - G57 - 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 10/18/2017 - G57 - 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

PENDING CD - 201706040 11/7/2017 - G60 - 10-16N-6W

X667174 MSNLC 3 WELLS NO OP. NAMED

REC. 10/9/17 (M. PORTER)

PENDING CD - 201706041 11/7/2017 - G60 - 10-16N-6W

X165:10-3-28(C)(2)(B) MSNLC

MAY BE CLOSER THAN 600' TO THE HONEGGER 2-10 WELL AND THE SCHROEDER SMITH 1-

10 WELL

REC. 10/9/17 (M. PORTER)

PENDING CD - 201706045 11/7/2017 - G60 - (I.O.) 10-16N-6W

X667174 MSNLC

COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 1080' FWL

NO OP. NAMED

REC. 10/9/17 (M. PORTER)

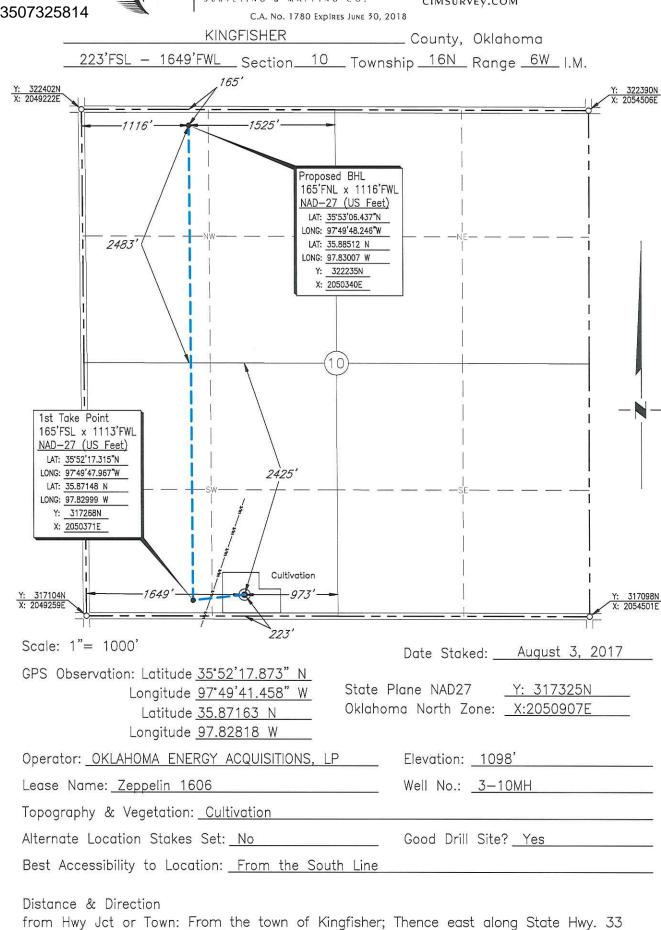
SPACING - 667174 11/7/2017 - G60 - (640)(HOR) 10-16N-6W

EXT 656961 MSNLC COMPL. INT. NLT 660' FB

(COEXIST WITH SP. ORDER 61541/61637 N2 SE4; 61541/356478 MSSLM SW4)

CIMARRON_®

Oklahoma City, OK (405) 692-7348 CIMSURVEY.COM



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.

approx. 51/2 mile; Thence north 1 mile to the Southwest Corner of Section 10.

| JOB NO.: 1706181B | | | | |
|-------------------|-----|---|------|----|
| DATE: 10/12/17 | | A - 0 - 0 - 0 - 0 - 0 - 0 - 0 - 0 - 0 - | | |
| DRAWN BY: S.R.T. | NO. | REVISION | DATE | BY |

