API NUMBER: 049 25178

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: 12/29/2017 06/29/2018 **Expiration Date**

PERMIT TO DRILL

County: GARVIN WELL LOCATION: Sec: 09 Twp: 4N Rge: 4W

FEET FROM QUARTER: WEST SPOT LOCATION: SW NW FROM NORTH NW llnw SECTION LINES:

Lease Name: GRIZZLY Well No: 1-4-33WXH Well will be 225 feet from nearest unit or lease boundary.

225

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

353

CASILLAS OPERATING LLC

PO BOX 3668

Spacing Orders:

74101-3668 TULSA. OK

JOHN S. GEFFRE 208 NW 4TH

LINDSAY OK 73052

Increased Density Orders:

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

Name Depth Name Depth WOODFORD 1 9699 6 2 7 3 8 4 9 10 670216

Location Exception Orders: Pending CD Numbers: 201605576 Special Orders:

> 201701660 201701661

Total Depth: 18900 Ground Elevation: 980 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 230

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 D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-33320 H. SEE MEMO

Chlorides Max: 5000 Average: 3000

Is depth to top of ground water greater than 10ft below base of pit? Y Within 1 mile of municipal water well? N

is located in a Hydrologically Sensitive Area.

Category of Pit: C

Wellhead Protection Area?

Liner not required for Category: C

Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

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.

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 33 Twp 5N Rge 4W County MCCLAIN

Spot Location of End Point: NW SE NW NW
Feet From: NORTH 1/4 Section Line: 1500
Feet From: WEST 1/4 Section Line: 890

Depth of Deviation: 9198 Radius of Turn: 583

Direction: 5

Total Length: 8786

Measured Total Depth: 18900

True Vertical Depth: 9699

End Point Location from Lease,
Unit, or Property Line: 1300

Notes:

MEMO

Category Description

DEEP SURFACE CASING 11/3/2017 - 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 11/3/2017 - 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 11/3/2017 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201605576 12/27/2017 - G57 - (I.O.)(640)(HOR) 33-5N-4W

EST WDFD, OTHERS

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

(COEXIST SP. ORDER #347658, #355497)

REC 5-26-2017 (MCKEOWN)

Category Description

PENDING CD - 201701660 12/27/2017 - G57 - (I.O.) 4-4N-4W, 33-5N-4W

EST MULTIUNIT HÖRIZONTAL WELL

X670216 WDFD 4-4N-4W X201700489 WDFD 33-5N-4W**

55% 4-4N-4W 45% 33-5N-4W

CASILLAS PETROLEUM RESOURCE PARTNERS, LLC.

REC 8-24-2017 (JOHNSON)

**S/B X201605576 WDFD 33-5N-4W:WILL BE CORRECTED AT HEARING FOR FINAL ORDER PER

ATTORNEY FOR OPERATOR

PENDING CD - 201701661 12/27/2017 - G57 - (I.O.)

X670216 WDFD 4-4N-4W X201700489 WDFD 33-5N-4W**

X165:10-3-28(C)(2) BURNS A 2-33 & BURNS A-3

COMPL. INT. (4-4N-4W) NCT 165' FSL, NCT 0' FNL, NCT 330' FWL COMPL. INT. (33-5N-4W) NCT 0' FSL, NCT 1000' FNL, NCT 330' FWL

NO OP. NAMED

REC 8-24-2017 (JOHNSON)

**S/B X201605576 WDFD 33-5N-4W; WILL BE CORRECTED AT HEARING FOR FINAL ORDER

PER ATTORNEY FOR OPERATOR

SPACING - 670216 12/11/2017 - G57 - (640)(HOR) 4-4N-4W

EXT 656410 WDFD, OTHERS

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

(COEXIST SP. ORDER #372642, OTHERS)

SURFACE CASING 11/3/2017 - G71 - MIN. 300' PER ORDER 27667

WATERSHED STRUCTURE 11/3/2017 - G71 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION

WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (405)

238-7233 PRIOR TO DRILLING

