

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

API NUMBER: 073 25869

Approval Date: 12/21/2017

Expiration Date: 06/21/2018

Horizontal Hole

Disposal

PERMIT TO DRILL

WELL LOCATION: Sec: 01 Twp: 18N Rge: 6W

County: KINGFISHER

SPOT LOCATION: ☐ NW ☐ NW ☐ NW ☐ SW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 2576 316

Lease Name: HORNEFROG SWD

Well No: #1

Well will be 316 feet from nearest unit or lease boundary.

Operator Name: CHISHOLM OIL & GAS OPERATING LLC

Telephone: 9184886400

OTC/OCC Number: 23991 0

CHISHOLM OIL & GAS OPERATING LLC
6100 S YALE AVE STE 1700
TULSA, OK 74136-1921

PEARL HILL TRUSTEE LESTER HILL TRUST
23026 E. 660 ROAD
HENNESSEY OK 73742

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

Name	Depth	Name	Depth
1 WILCOX	7728	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 10844

Ground Elevation: 1162

Surface Casing: 230

Depth to base of Treatable Water-Bearing FM: 180

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

Type of Mud System: WATER BASED

Chlorides Max: 3500 Average: 1500

Is depth to top of ground water greater than 10ft below base of pit? N

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: 17-33649
H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

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.

HORIZONTAL HOLE 1

Sec 01 Twp 18N Rge 6W County KINGFISHER

Spot Location of End Point: SE SE SE SW

Feet From: SOUTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 2476

Depth of Deviation: 7268

Radius of Turn: 1000

Direction: 140

Total Length: 2005

Measured Total Depth: 10844

True Vertical Depth: 7830

End Point Location from Lease,

Unit, or Property Line: 165

Notes:

Category

Description

HYDRAULIC FRACTURING

12/21/2017 - 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

SPACING

12/19/2017 - G57 - NA - DISPOSAL WELL