

API NUMBER: 015 23320

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

Approval Date: 09/13/2021
Expiration Date: 03/13/2023

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Section: 10 Township: 5N Range: 9W County: CADDO

SPOT LOCATION: ☐ SW ☐ SW ☐ NE ☐ SW FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 1468 1448

Lease Name: ESTES Well No: 1A-2 Well will be 1448 feet from nearest unit or lease boundary.
Operator Name: DAYLIGHT PETROLEUM LLC Telephone: 8002235609 OTC/OCC Number: 24225 0

DAYLIGHT PETROLEUM LLC
1221 MCKINNEY ST STE 2800
HOUSTON, TX 77010-2026

ROBERTA AND JUMMY CHANEY
P.O. BOX 436
CEMENT OK 73017

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

Name	Code	Depth
1 MARCHAND	405MRCD	6864

Spacing Orders: 399561

Location Exception Orders: No Exceptions

Increased Density Orders: No Density

Pending CD Numbers: No Pending

Working interest owners' notified: ***

Special Orders: No Special

Total Depth: 7350 Ground Elevation: 1485

Surface Casing: 965

Depth to base of Treatable Water-Bearing FM: 900

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

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 21-37820
H. (Other) CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

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

Wellhead Protection Area? N

Pit is not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is: NON HSA

Pit Location Formation: RUSH SPRINGS

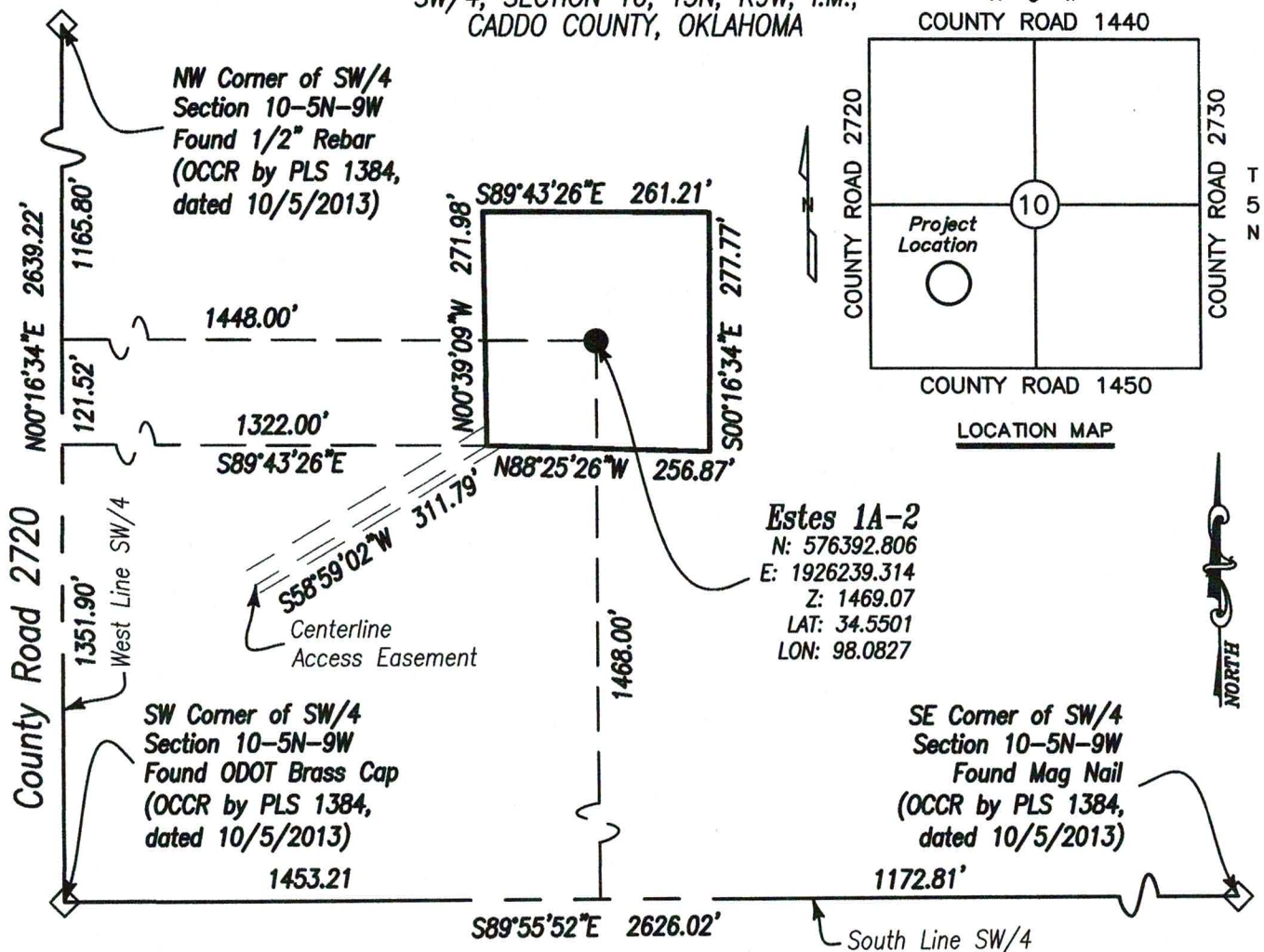
NOTES:

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is 18 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
HYDRAULIC FRACTURING	<p>[9/8/2021 - GC2] - OCC 165:10-3-10 REQUIRES:</p> <p>1) NOTICE SHALL BE GIVEN AT LEAST 5 BUSINESS DAYS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS ON A HORIZONTAL WELL TO OPERATORS PRODUCING WELLS WITHIN 1 MILE OF THE COMPLETION INTERVAL OF THE SUBJECT WELL. THE NOTICE TO SUCH OPERATORS SHALL CONTAIN THE INFORMATION IN FORM 6000NOO. IF THE HYDRAULIC FRACTURING OPERATIONS SCHEDULE CHANGES AFTER NOTICE HAS BEEN PROVIDED, RESULTING IN A DELAY OF OPERATIONS OF MORE THAN 5 DAYS FROM THE INITIAL NOTICE, NEW NOTICE IS REQUIRED TO BE GIVEN;</p> <p>2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS. FORM 6000NHF SHALL BE USED AND IS FOUND AT THIS LINK: OCCEWEB.COM/OG/OGFORMS.HTML; AND,</p> <p>3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS IS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION OF HYDRAULIC FRACTURING OPERATIONS, FOUND AT FRACFOCUS.ORG</p>
SPACING – 399561	<p>[9/13/2021 - GB6] - (UNIT) NW4, S2, S2 NE4, NW4 NE4 10-5N-9W EST EAST CEMENT MARCHAND EOR UNIT FOR THE MRCD</p>

WELL STAKE EXHIBIT ESTES 1A-2

SW/4, SECTION 10, T5N, R9W, I.M.,
CADDO COUNTY, OKLAHOMA



Well Pad Easement

A proposed Well Pad Easement located in the Southwest Quarter (SW/4) of Section Ten (10), Township Five (5) North, Range Nine (9) West of the Indian Meridian, Caddo County, Oklahoma, more particularly described as follows;

Commencing at the Southwest corner of the SW/4; Thence N00°16'34"E, along the West line of the SW/4, a distance of 1351.90 feet; Thence S89°43'26"E, a distance of 1322.00 feet to the POINT OF BEGINNING; Thence N00°39'09"W, a distance of 271.98 feet; Thence S89°43'26"E, a distance of 261.21 feet; Thence S00°16'34"E, a distance of 277.77 feet; Thence N88°25'26"W, a distance of 256.87 feet to the POINT OF BEGINNING.

Access Easement

A proposed Access Easement being 10.00 foot on each side of described centerline located in the Southwest Quarter (SW/4) of Section Ten (10), Township Five (5) North, Range Nine (9) West of the Indian Meridian, Caddo County, Oklahoma, centerline more particularly described as follows;

Commencing at the Southwest corner of the SW/4; Thence N00°16'34"E, along the West line of the SW/4, a distance of 1351.90 feet; Thence S89°43'26"E, a distance of 1322.00 feet to the POINT OF BEGINNING; Thence S58°59'02"W, a distance of 311.79 feet to the POINT OF ENDING.

Notes

- Except as specifically stated or shown on this plat, this survey does not purport to reflect any of the following which may be applicable to the subject real estate: easements, other than possible easements which were visible at the time of making this survey; building setback lines; restrictive covenants; subdivision restrictions; zoning or other land-use regulations; and any other facts which an accurate and current title search may disclose.
- Last date of field work: August 23, 2021.
- No OKIE Locate was requested for this survey.
- Topography of Site: Open pasture.
- Well Location: The SW/4 being 1448.00' East of the West line of the SW/4 and 1468.00' North of the South line of the SW/4 (As shown).
- This survey meets or exceeds the requirements set forth by the "Oklahoma Minimum Standards for the Practice of Land Surveying" as adopted by the



MacBax Land Surveying, PLLC
civil engineering & land surveying services

323-B South Main
Noble, OK 73068
Phone 405-872-7594

Kent@MacBax.net

Certificate of
Authorization
No. 8137

SURVEY FOR		LOCATION	
Daylight Petroleum		SW/4	
DATE	8/30/2021	SCALE	1" = 200'
PROJECT NO.	MB-21185	REVISED	
		PAGE	1 of 1
		Section 10, T5N, R9W, I.M., Caddo County, Oklahoma	