| API NUMBER:                                                            | 119 24468<br>Oil & Gas                                    | o                   | OIL & GAS CONSE<br>P.O. BO<br>OKLAHOMA CIT | RATION COMMISSION<br>RVATION DIVISION<br>0X 52000<br>Y, OK 73152-2000<br>5:10-3-1) | Approval Date:04/03/2023Expiration Date:10/03/2024 |  |
|------------------------------------------------------------------------|-----------------------------------------------------------|---------------------|--------------------------------------------|------------------------------------------------------------------------------------|----------------------------------------------------|--|
|                                                                        |                                                           |                     | PERMIT                                     | TO DRILL                                                                           |                                                    |  |
| WELL LOCATION                                                          | : Section: 34                                             | Township: 18N R     | ange: 3E County: P/                        | AYNE                                                                               |                                                    |  |
| SPOT LOCATION:                                                         |                                                           |                     |                                            | FROM EAST                                                                          |                                                    |  |
|                                                                        |                                                           | SECTION             |                                            | 992                                                                                |                                                    |  |
| Lease Name:                                                            | KODIAK                                                    |                     | Well No: 1                                 | Well will                                                                          | be 333 feet from nearest unit or lease boundary.   |  |
| Operator Name:                                                         | SEAGROVE RESOURCE                                         | S LLC               | Telephone: 832731746                       |                                                                                    | OTC/OCC Number: 24752 0                            |  |
| SEAGROVE                                                               | RESOURCES LLC                                             |                     |                                            | LANE HOMES LLC                                                                     |                                                    |  |
| 16 CRESCE                                                              | NT DRIVE                                                  |                     |                                            | 3221 S FOX LEDGE DRIV                                                              | E                                                  |  |
| MALAKOFF, TX 75148                                                     |                                                           |                     |                                            | STILLWATER                                                                         | OK 74074                                           |  |
| Formation(s)                                                           | (Permit Valid for Lis                                     | sted Formations Onl | y):                                        |                                                                                    |                                                    |  |
| Name                                                                   |                                                           | Code                | Depth                                      | Name                                                                               | Code Depth                                         |  |
| 1 CHECKER                                                              |                                                           | 405CCKB             | 3105                                       | 6 BARTLESVILLE                                                                     | 404BRVL 3930                                       |  |
| 2 CLEVELAN                                                             | ND                                                        | 405CLVD             | 3195                                       |                                                                                    |                                                    |  |
| 3 OSWEGO<br>4 SKINNER I                                                | D                                                         | 404OSWG<br>404SKNRU | 3552<br>3600                               |                                                                                    |                                                    |  |
| 5 RED FORK                                                             |                                                           | 404RDFK             | 3840                                       |                                                                                    |                                                    |  |
| Spacing Orders:                                                        | 733363                                                    |                     | Location Exception Orders:                 | No Exceptions                                                                      | Increased Density Orders: No Density               |  |
| Pending CD Numbers: 202300835                                          |                                                           |                     | Working interest owners                    | s' notified: ***                                                                   | Special Orders: No Special                         |  |
| Total Depth:                                                           | 4100 Ground El                                            | evation: 941        | Surface Casing: 4                          | 475 Dep                                                                            | oth to base of Treatable Water-Bearing FM: 360     |  |
| Under Federal Jurisdiction: No                                         |                                                           |                     |                                            | Approved Method for disposal of I                                                  | Drilling Fluids:                                   |  |
|                                                                        | er Supply Well Drilled: No<br>ce Water used to Drill: Yes |                     |                                            | A. Evaporation/dewater and backfillir                                              | ng of reserve pit.                                 |  |
| PIT 1 INFOR                                                            | RMATION                                                   |                     |                                            | Category of Pit: 2                                                                 |                                                    |  |
| Type of Pit System: ON SITE                                            |                                                           |                     |                                            | Liner not required for Category: 2                                                 |                                                    |  |
| Type of Mud System: WATER BASED                                        |                                                           |                     |                                            | Pit Location is: BED                                                               |                                                    |  |
| Chlorides Max: 5000 Average: 3000                                      |                                                           |                     |                                            | Pit Location Formation: OSC                                                        | JAR                                                |  |
| Is depth to top of ground water greater than 10ft below base of pit? Y |                                                           |                     |                                            |                                                                                    |                                                    |  |
| Within 1                                                               | mile of municipal water well?                             |                     |                                            |                                                                                    |                                                    |  |
| Dit io                                                                 | Wellhead Protection Area? N                               |                     |                                            |                                                                                    |                                                    |  |
| Pit <u>is</u> located in a Hydrologically Sensitive Area.              |                                                           |                     |                                            |                                                                                    |                                                    |  |

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    | [3/31/2023 - GC2] - OCC 165:10-3-10 REQUIRES:                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|                         | 1) NOTICE SHALL BE GIVEN AT LEAST 5 BUSINESS DAYS PRIOR TO COMMENCEMENT OF<br>HYDRAULIC FRACTURING OPERATIONS ON A HORIZONTAL WELL TO OPERATORS PRODUCING<br>WELLS WITHIN 1 MILE OF THE COMPLETION INTERVAL OF THE SUBJECT WELL. THE NOTICE<br>TO SUCH OPERATORS SHALL CONTAIN THE INFORMATION IN FORM 6000NOO. IF THE<br>HYDRAULIC FRACTURING OPERATIONS SCHEDULE CHANGES AFTER NOTICE HAS BEEN<br>PROVIDED, RESULTING IN A DELAY OF OPERATIONS OF MORE THAN 5 DAYS FROM THE<br>INITIAL NOTICE, NEW NOTICE IS REQUIRED TO BE GIVEN; |
|                         | 2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT<br>LEAST 48 HOURS PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS. FORM 6000NHF<br>SHALL BE FOUND HERE: HTTPS://OKLAHOMA.GOV/OCC/DIVISIONS/OIL-GAS/OGCD-FORMS;<br>AND,                                                                                                                                                                                                                                                                                |
|                         | 3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS IS<br>TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION OF HYDRAULIC<br>FRACTURING OPERATIONS, FOUND AT FRACFOCUS.ORG                                                                                                                                                                                                                                                                                                                     |
| PENDING - CD2023-000835 | [3/31/2023 - GB7] - SE4 34-18N-3E<br>X733363 (CD2023-000593) CLVD, SKNRU, REDFK, BRVL, OTHER<br>COMPL INT NCT 333' FSL, NCT 992' FEL<br>SEAGROVE RESOURCES LLC<br>REC 03/21/2023 (PORTER)                                                                                                                                                                                                                                                                                                                                            |
| SPACING                 | [4/3/2023 - GB7] - CCKB & OSWG UNSPACED; 160-ACRE LEASE (SE4 34-18N-3E)                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| SPACING - 733363        | [3/31/2023 - GB7] - (160) SE4 34-18N-3E<br>EST CLVD, SKNRU, RDFK, BRVL, OTHER                                                                                                                                                                                                                                                                                                                                                                                                                                                        |