API NUMBER: 133 25396

Directional Hole Oil & Gas

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

Approval Date: 06/12/2023
Expiration Date: 12/12/2024

PERMIT TO DRILL

WELL LOCATION:	Section:	11	Township:	7N	Range	: 5E	County:	SEM	INOLE							
SPOT LOCATION:	SW NW	NE	NE	FI	EET FROM QUARTE	R: FROM	NORTH	FRO	DM EAST							
					SECTION LINE	S:	360		1210							
Lease Name:	PALMER					Well No:	2-11A			Well w	ill be	360	feet from I	nearest unit or leas	e boundar	y.
Operator Name:	REACH OIL AN	D GAS (COMPANY	INC		Геlephone:	405254	5779					OTC/	OCC Number:	24558	0
REACH OIL A	ND GAS CO	MPAN	Y INC						RHEA PALME							
OKLAHOMA (CITY,		OK	73 ⁻	118-1100				35194 EW 132 MAUD	20 RD			OK	74854		

	Name	Code	Depth		Name	Code	Depth
1	WEWOKA	404WWOK	2252	6	HUNTON	269HNTN	4233
2	CALVIN	404CLVN	2746	7	VIOLA	202VIOL	4388
3	SENORA	404SNOR	3189	8	SIMPSON DOLOMITE	202SMPSD	4472
4	RED FORK	404RDFK	3352	9	1ST WILCOX	202WLCX1	4514
5	BARTLESVILLE	404BRVL	3450	10	2ND WILCOX	202WLCX2	4622

Spacing Orders: 723542 Location Exception Orders: No Exceptions Increased Density Orders: No Density

Pending CD Numbers: 202301623 Working interest owners' notified: DNA Special Orders: No Special

202301624

Total Depth: 4750 Ground Elevation: 888 Surface Casing: 570 Depth to base of Treatable Water-Bearing FM: 500

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

Approved Method for disposal of Drilling Fluids:						
E. Haul to Commercial pit facility	Sec. 19 Twn. 8N Rng. 5E Cnty. 125 Order No: 274874					
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: 8000 Average: 5000

Category of Pit: C

Liner not required for Category: C

Pit Location is: BED AQUIFER

Pit Location Formation: vanoss

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

is located in a Hydrologically Sensitive Area.

Pit

DIRECTIONAL HOLE 1 Section: 11 Township: 7N Range: 5E Meridian: IM

County: SEMINOLE Measured Total Depth: 4750

Spot Location of End Point: SW NE NW NE True Vertical Depth: 4650

Feet From: NORTH

1/4 Section Line: 627

Feet From: EAST

1/4 Section Line: 1754

End Point Location from Lease, Unit, or Property Line: 627

NOTES:	
Category	Description
HYDRAULIC FRACTURING	[6/7/2023 - GC2] - OCC 165:10-3-10 REQUIRES:
	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;
	2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS. FORM 6000NHF SHALL BE FOUND HERE: HTTPS://OKLAHOMA.GOV/OCC/DIVISIONS/OIL-GAS/OGCD-FORMS; AND,
	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
PENDING CD - 2023-001623	[6/9/2023 - GC2] - N2 NE4 11-7N-5E X723542 WLCX1 1 WELL NO OP NAMED REC. 6/5/2023 (MILLER)
PENDING CD - 2023-001624	[6/9/2023 - GC2] - (I.O.) N2 NE4 11-7N-5E X723542 WWOK, CLVN, SNOR, RDFK, BRVL, HNTN, VIOL, SMPSD, WLCX1, WLCX2 COMPL. INT. NCT 330' FNL, NCT 660' FWL NO OP NAMED REC. 6/5/2023 (MILLER)
SPACING - 723542	[6/9/2023 - GC2] - (80) N2 NE4 11-7N-5E LD VAC 310897 CLVN, RDFK, BRVL, HNTN, VIOL, SMPSD, WLCX1, WLCX2 EST WWOK, CLVN, SNOR, RDFK, BRVL, HNTN, VIOL, SMPSD, WLCX1, WLCX2