API NUMBER: 019 26315

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

Approval Date: 01/18/2019
Expiration Date: 07/18/2020

Horizontal Hole

Multi Unit

Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 11 Twp: 4S Rge: 2E County: CARTER	WELL LOCATION:	Sec:	11	Twp:	48	Rge: 2E	County:	CARTER
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SPOT LOCATION: SE NW NW NE FEET FROM QUARTER: FROM NORTH FROM EAST SECTION LINES: 559 2300

Lease Name: NAYLOR Well No: 3-11H2X35 Well will be 559 feet from nearest unit or lease boundary.

 Operator
 XTO ENERGY INC
 Telephone:
 4053193208; 8178852
 OTC/OCC Number:
 21003 0

XTO ENERGY INC

22777 SPRINGWOODS VILLAGE PKWY

SPRING. TX 77389-1425

JERRY WHALEY NAYLOR

P.O. BOX 605

ARDMORE OK 73402

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

Name Depth Name Depth SYCAMORE 1 14426 6 2 WOODFORD 14790 7 3 HUNTON 15130 8 9 10 584421 Spacing Orders: Location Exception Orders: Increased Density Orders: 199785

Pending CD Numbers: 201900210 Special Orders:

201900209 201809992 201809994

Total Depth: 25500 Ground Elevation: 777 Surface Casing: 1990 Depth to base of Treatable Water-Bearing FM: 1200

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

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

Type of Mud System: WATER BASED

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

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-36036

H SEE MEMO

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 35 Twp 3S Rge 2E County CARTER

Spot Location of End Point: NW NE NW NE
Feet From: NORTH 1/4 Section Line: 50
Feet From: EAST 1/4 Section Line: 1340

Depth of Deviation: 14052 Radius of Turn: 1000

Direction: 8

Total Length: 9877

Measured Total Depth: 25500

True Vertical Depth: 15130

End Point Location from Lease,
Unit, or Property Line: 50

Notes:

MEMO

Category Description

DEEP SURFACE CASING 12/31/2018 - 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 12/31/2018 - 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

12/31/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS (REQUIRED - SAND CREEK), PIT

2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201809992 1/8/2019 - GA8 - (I.O.)2-4S-2E

X584421 WDFD 3 WELLS NO OP NAMED

REC 12/18/2018 (M. PORTER)

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.

Category Description

PENDING CD - 201809994 1/8/2019 - GA8 - (I.O.)2-4S-2E

X584421 WDFD 3 WELLS NO OP NAMED

REC 12/18/2018 (M. PORTER)

PENDING CD - 201900209 1/8/2019 - GA8 - (E.O.) 2-4S-2E & 35-3S-2E

EST MULTIUNIT HORIZONTAL WELL X584421 SCMR, WDFD, HNTH 2-4S-2E X199785 SCMR, WDFD, HNTN 35-3S-2E

(SCMR, HNTN ADJACENT COMMON SOURCES OF SUPPLY TO WDFD)

49.8% 2-4S-2E 50.2% 35-3S-2E XTO ENERGY INC

REC 1/18/2019 (JACKSON)

PENDING CD - 201900210 1/8/2019 - GA8 - (E.O.) 2-4S-2E & 35-3S-2E

1/8/2019 - GA8 - (E.O.) 2-4S-2E & 35-3S-2E X584421 SCMR, WDFD, HNTN 2-4S-2E X199785 SCMR, WDFD, HNTN 35-3S-2E SL (11-4S-2E) 559' FNL & 2300' FEL

COMPL. INT. (2-4S-2E) NCT 165' FSL, NCT 0' FNL, NCT 330' FEL COMPL. INT. (35-3S-2E) NCT 0' FSL, NCT 165' FNL, NCT 330' FEL

XTO ENERGY INC. 1/18/2019 (JACKSON)

SPACING - 199785 1/8/2019 - GA8 - (640) 35-3S-2E

EXT 197431 SCMR, WDFD, HNTN, OTHERS

EST OTHERS

SPACING - 584421 1/8/2019 - GA8 - (640) 2-4S-2E

EXT 199785 SCMR, WDFD, HNTN, OTHERS

