PI NUMBER: 043 236 rizontal Hole Oil & Ifti Unit		OIL & GAS OKLAHO	CORPORATION C CONSERVATION P.O. BOX 52000 MA CITY, OK 731 Rule 165:10-3-1)	DIVISION	Approval Date: Expiration Date:	04/04/2019 10/04/2020
		Ē	PERMIT TO DRILL	•		
WELL LOCATION: Sec: 01	Twp: 19N Rge: 18W			-		
SPOT LOCATION: SW			OUTH FROM EAS			
			20 2400			
Lease Name: ELAINE 12/1		Well No: 2	2H	Well will b	e 220 feet from nearest	t unit or lease boundary.
Operator TAPSTO Name:	NE ENERGY LLC		Telephone: 405702	1600	OTC/OCC Number:	23467 0
TAPSTONE ENER	GY LLC					
100 E MAIN ST				ROBERT T. HEDGE	S FAMILY, LLC	
OKLAHOMA CITY,	OK 731	04-2509		P.O. BOX 634		
				SEILING	OK 73	663
Name 1 MISSISSIPPI 2 3 3 4 5 647113 647109 647109 Pending CD Numbers: 2018 2018 2018	t Valid for Listed Formati AN 901389 901390 901869 901388	ons Only): Depth 10600 Location Exception O	6 7 8 9 10 rders:	Name	Depth Increased Density Orders: Special Orders:	
Total Depth: 21000	Ground Elevation: 1838	Surface C	asing: 350	Dep	th to base of Treatable Water-	Bearing FM: 200
Under Federal Jurisdiction:	No	Fresh Water S	upply Well Drilled: No		Surface Water us	ed to Drill: Yes
PIT 1 INFORMATION			Approve	d Method for disposal of Dr	illing Fluids:	
Type of Pit System: CLOSE Type of Mud System: WATE	D Closed System Means Steel F R BASED	Pits		time land application (RE	QUIRES PERMIT)	PERMIT NO: 19-3642
Chlorides Max: 8000 Average			H. SEE	MEMO		
Is depth to top of ground wate Within 1 mile of municipal wate Wellhead Protection Area?	r greater than 10ft below base of er well? N N	pit? Y				
	ologically Sensitive Area.					
Category of Pit: C	-					
Liner not required for Categ	ory: C					
Pit Location is BED AQUIF	ER					
	JSH SPRINGS					

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 BED AQUIFER Pit Location Formation: RUSH SPRINGS

HORIZONTAL HOLE 1

Sec 13 Twp 19N Rge 18W County DEWEY Spot Location of End Point: SW SW SW SE Feet From: SOUTH 1/4 Section Line: 150 Feet From: EAST 1/4 Section Line: 2400 Depth of Deviation: 10056 Radius of Turn: 477 Direction: 181 Total Length: 10195 Measured Total Depth: 21000 True Vertical Depth: 10600 End Point Location from Lease, Unit, or Property Line: 150

Notes:			
Category	Description		
HYDRAULIC FRACTURING	3/27/2019 - 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		
INTERMEDIATE CASING	3/27/2019 - G71 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER- PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE MORROW SERIES		
MEMO	3/27/2019 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT		
PENDING CD - 201901388	4/3/2019 - GA8 - 13-19N-18W X647109 MSSP 3 WELLS TAPSTONE ENERGY, LLC REC 3/26/2019 (MILLER)		

043 23696 ELAINE 12/13-19-18 2H

Category	Description
PENDING CD - 201901389	4/3/2019 - GA8 - (I.O.) 12 & 13-19N-18W EST MULTIUNIT HORIZONTAL WELL X647113 MSSP 12-19N-18W X647109 MSSP 13-19N-18W 50% 12-19N-18W 50% 13-19N-18W NO OP. NAMED REC. 3/26/2019 (MILLER)
PENDING CD - 201901390	4/3/2019 - GA8 - (I.O.) 12 & 13-19N-18W X647113 MSSP 12-19N-18W X647109 MSSP 13-19N-18W COMPL. INT. (12-19N-18W) NCT 150' FNL, 0' FSL, NCT 1320' FEL COMPL. INT. (13-19N-18W) NCT 0' FNL, NCT 150' FSL, NCT 1320' FEL NO OP. NAMED REC 3/26/2019 (MILLER)
PENDING CD - 201901869	4/3/2019 - GA8 - 12-19N-18W X647113 MSSP 2 WELLS TAPSTONE ENERGY, LLC HEARING 4/16/2019
SPACING - 647109	4/3/2019 - GA8 - (640)(HOR) 13-19N-18W VAC 82101 MCSTR EST MSSP COMPL. INT. NLT 660' FB
SPACING - 647113	4/3/2019 - GA8 - (640)(HOR) 12-19N-18W VAC 82101 MCSTR EXT 644112 MSSP COMPL. INT. NLT 660' FB

