API NUMBER: 095 20676

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: 04/17/2019
Expiration Date: 10/17/2020

Horizontal Hole Multi Unit

Pit Location is NON HSA
Pit Location Formation: CADDO

PERMIT TO DRILL

| WELL LOCATION: Sec: 00 SPOT LOCATION: SE | 6 Twp: 5S Rge: 6E | County: MAR | | WEST | | |
|---|---|---|-------------------------------------|----------------------------------|--|-------------------------|
| | | SECTION LINES: | 300 | 1770 | | |
| Lease Name: BEASLEY | , | Well No: | 5-6H31X | Well will be | e 300 feet from nearest | unit or lease boundary. |
| Operator XTO E Name: | NERGY INC | | Telephone: 405 | 3193208; 8178852 | OTC/OCC Number: | 21003 0 |
| XTO ENERGY IN 22777 SPRINGW SPRING, | Y 77389-1425 | | GUY BEASLEY 911 LILLIE | | | |
| | TX | | | MADILL | OK 73 | 446 |
| Formation(s) (Perr Name 1 SYCAMOR 2 WOODFOI 3 HUNTON 4 5 Spacing Orders: 551542 563147 533420 | | nations Only): Depth 8105 8479 8663 Location Exception | 6 7 8 9 10 Orders: | Name | Depth Increased Density Orders: | |
| Pending CD Numbers: 20 | 01901613 01901607 01901616 01901618 | | | | Special Orders: | |
| Total Depth: 19700 Ground Elevation: 797 | | 7 Surface | Surface Casing: 1990 | | Depth to base of Treatable Water-Bearing FM: 890 | |
| Under Federal Jurisdiction: No | | Fresh Water | Fresh Water Supply Well Drilled: No | | Surface Water us | ed to Drill: Yes |
| PIT 1 INFORMATION | | | Appr | oved Method for disposal of Dril | ling Fluids: | |
| Type of Pit System: CLOS Type of Mud System: WA Chlorides Max: 8000 Avera | teel Pits | D. One time land application (REQUIRES PERMIT) PERMIT NO: 1 H. SEE MEMO | | PERMIT NO: 19-36383 | | |
| Is depth to top of ground wa Within 1 mile of municipal w Wellhead Protection Area? | ater greater than 10ft below bas vater well? N | se of pit? Y | <u></u> | | | |
| Pit is not located in a Hy Category of Pit: C | rarologically Sensitive Area. | | | | | |
| Liner not required for Cate | egory: C | | | | | |

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 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: CADDO

HORIZONTAL HOLE 1

Sec 31 Twp 4S Rge 6E County MARSHALL

Spot Location of End Point: NW NE NE NW
Feet From: NORTH 1/4 Section Line: 50
Feet From: WEST 1/4 Section Line: 2200

Depth of Deviation: 7935 Radius of Turn: 900

Direction: 3

Total Length: 10351

Measured Total Depth: 19700

True Vertical Depth: 8663

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

Notes:

MEMO

Category Description

DEEP SURFACE CASING 4/10/2019 - 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 4/10/2019 - 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

4/10/2019 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

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 - 201901607 4/11/2019 - G56 - (I.O.) 6-5S-6E, 31-4S-6E ESTABLISH MULTIUNIT HORIZONTAL WELL X551542 SCMR, WDFD, HNTN 6-5S-6E X563147 WDFD 6-5S-6E X533420/536299 SCMR, WDFD, HNTN 31-4S-6E (SCMR, HNTN ARE ADJACENT COMMON SOURCES OF SUPPLY TO WDFD) 49.4% 6-5S-6E 50.6% 31-4S-6E XTO ENERGY INC. **REC 4/9/2019 (MINMIER)** PENDING CD - 201901613 4/11/2019 - G56 - (I.O.) 6-5S-6E, 31-4S-6E X551542 SCMR, WDFD, HNTN 6-5S-6E X563147 WDFD 6-5S-6E X533420/536299 SCMR, WDFD, HNTN 31-4S-6E X165:10-3-28(C)(2)(B) WDFD MAY BE CLOSER THAN 600' TO WINKLER 1-25H30X, BEASLEY 1H-6. BARKER 1-31 WELLS COMPL INT (6-5S-6E) NCT 165' FSL, NCT 0' FNL, NCT 2000' FWL COMPL INT (31-4S-6E) NCT 0' FSL, NCT 165' FNL, NCT 2000' FWL NO OP NAMED REC 4/9/2019 (MINMIER) PENDING CD - 201901616 4/11/2019 - G56 - 6-5S-6E X551542 WDFD X563147 WDFD 6 WELLS NO OP NAMED REC 4/9/2019 (MINMIER) PENDING CD - 201901618 4/11/2019 - G56 - 31-4S-6E X533420/536299 WDFD 6 WELLS NO OP NAMED **REC 4/9/2019 (MINMIER)**

SPACING - 533420 4/11/2019 - G56 - (640) 31-4S-6E

VAC OTHERS

EXT 434368 SCMR, WDFD, HNTN, OTHERS

SPACING - 536299 4/11/2019 - G56 - NPT SP # 533420 TO CORRECT DEPTH DESCRIPTION OF DKHL FROM 9000'

TO 900' IN SECTION 6.2

4/11/2019 - G56 - (640) 6-5S-6E SPACING - 551542 EST SCMR, WDFD, HNTN, OTHER

SPACING - 563147 4/11/2019 - G56 - (640)(HOR) 6-5S-6E

EST WDFD***

POE TO BHL NLT 660' FB

***A CLARIFYING ORDER WILL BE FILED TO COEXIST WITH SP # 551542 WDFD AND REMOVE THE 90 DAY EXPIRATION LANGUAGE PER ATTORNEY FOR OPERATOR

