API NUMBER: 137 27562 Α OKLAHOMA CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION** P.O. BOX 52000 **OKLAHOMA CITY, OK 73152-2000** (Rule 165:10-3-1)

Approval Date: 04/02/2019 10/02/2020 **Expiration Date**

Horizontal Hole Oil & Gas

Amend reason: ADD SPACING ORDER 700805 (SEE ATTACHMENT) AND LOCATION EXCEPTION ORDER 703107 (TOO LARGE TO ATTACH), ADD WOODFORD AND HUNTON FORMATIONS

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: 32 Twp: 1N Rge: 4W County: STEPHENS FEET FROM QUARTER: SPOT LOCATION: SE SF SOUTH FROM FAST SECTION LINES 285 644 Well will be Lease Name: BOARDWALK Well No: 1-5MH feet from nearest unit or lease boundary. 285 CASILLAS OPERATING LLC Operator Telephone: 9185825310 OTC/OCC Number: 23838 0 Name: CASILLAS OPERATING LLC RINGER RANCH, LLC 401 S BOSTON AVE STE 2400 P.O. BOX 37 TULSA. OK 74103-4060 PAULS VALLEY OK 73075 Formation(s) (Permit Valid for Listed Formations Only): Name Depth Name Depth 1 **SYCAMORE** 8300 6 2 WOODFORD 8650 7 3 HUNTON 9100 8 4 9 10 700805 Spacing Orders: Location Exception Orders: 703107 Increased Density Orders: Pending CD Numbers: Special Orders: Total Depth: 13490 Ground Elevation: 1020 Surface Casing: 722 IΡ Depth to base of Treatable Water-Bearing FM: 620 Under Federal Jurisdiction: Fresh Water Supply Well Drilled: No Surface Water used to Drill: Yes

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 19-36301 H SEE MEMO

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?

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: GARBER

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.

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: GARBER

HORIZONTAL HOLE 1

Sec 05 Twp 1S Rge 4W County STEPHENS

Spot Location of End Point: SW SE SE SE Feet From: SOUTH 1/4 Section Line: 50

Feet From: EAST 1/4 Section Line: 380

Depth of Deviation: 8034 Radius of Turn: 477 Direction: 175

Total Length: 4974

Measured Total Depth: 13757

True Vertical Depth: 9100

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

Notes:

Category Description

HYDRAULIC FRACTURING 3/1/2019 - 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

LOCATION EXCEPTION - 703107 11/12/2019 - GC2 - (I.O.) 5-1S-4W

X700805 SCMR, WDFD, HNTN

X165:10-3-28(C)(2)(B) SCMR MAY BE CLOSER THAN 600' TO CLARK 1-5H

COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 330' FEL

NO OP. NAMED

10-2-2019

MEMO 3/1/2019 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

SPACING - 700805 11/12/2019 - GC2 - (F.O.)(640) 5-1S-4W

VAC 351471 WDFD, HNTN VAC 106186 SCMR W2 W2

EST SCMR

EXT 668668 WDFD, HNTN

(COEXIST SP. ORDER # 399086 SCMR)

8-15-2019

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.

137 27562 BOARDWALK 1-5MH