| | | RATION COMMISSIO | N | | |
|-----------------------------------------------------------|----------------------------|----------------------------------------------------------------------------------------|------------------------------------|-----------------------------|--|
| PI NUMBER: 049 25325 | P.O. BC OKLAHOMA CIT | OX 52000 Y, OK 73152-2000 | Approval Date: Expiration Date: | 01/22/2020 07/22/2021 | |
| izontal Hole Oil & Gas ti Unit | (Rule 16 | (Rule 165:10-3-1) | | | |
| | PERMIT | TO DRILL | | | |
| | | | | | |
| WELL LOCATION: Sec: 21 Twp: 3N Rge: 4 | 1 | WEAT | | | |
| SPOT LOCATION: NW NE NE NW | | FROM WEST | | | |
| | 325 | 2305 | | | |
| Lease Name: SANDRA Operator NEWFIELD EXPLORATION MID-C | Well No: 0304 3H-9) | | | est unit or lease boundary. | |
| Name: | Telepho | one: 2812105100; 9188781 | OTC/OCC Number: | 20944 0 | |
| | | | | | |
| NEWFIELD EXPLORATION MID-CON | INC | BOB D. DIC | KSION AND ILENE R. DICKS | SION | |
| 4 WATERWAY AVE STE 100 | | 12202 E. P\ | /T 1580 DRIVE |) DRIVE | |
| THE WOODLANDS, TX | 77380-2764 | LINDSAY | OK 7 | 73052 | |
| | | | | | |
| Formation(s) (Permit Valid for Listed Fo | rmations Only): | | | | |
| Name | Depth | Name | Dept | th | |
| 1 SPRINGER | 11016 | 6 | | | |
| 2 | | 7 | | | |
| 3 | | 8 | | | |
| 4 | | 9 | | | |
| 5 | | 10 | | | |
| Spacing Orders: 638181 658538 659832 663306 | Location Exception Orders: | | Increased Density Orders: | | |
| | | | | | |
| Pending CD Numbers: 201903437 201903438 | | | Special Orders: | | |
| 201903438 | | | | | |
| 201903444 | | | | | |
| 201903445 | | | | | |
| Total Depth: 23052 Ground Elevation: 1 | Surface Casing: | 1500 | Depth to base of Treatable Wate | er-Bearing FM: 330 | |
| | | Deep surface casing | has been approved | | |
| Under Federal Jurisdiction: No | Fresh Water Supply Wel | l Drilled: No | Surface Water | used to Drill: No | |
| PIT 1 INFORMATION | | Approved Method for dis | posal of Drilling Fluids: | | |
| Type of Pit System: CLOSED Closed System Means | Steel Pits | | | | |
| Type of Mud System: WATER BASED | | D. One time land applic | ation (REQUIRES PERMIT) | PERMIT NO: 20-3720 | |
| Chlorides Max: 5000 Average: 3000 | | E. Haul to Commercial pit facility: Sec. 31 Twn. 12N Rng. 8W Cnty. 17 Order No: 587498 | | | |
| Is depth to top of ground water greater than 10ft below b | ase of pit? Y | H. SEE MEMO | | | |
| 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: DUNCAN | | | | | |

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
 C

 Pit Location is
 BED AQUIFER

 Pit Location Formation:
 DUNCAN

HORIZONTAL HOLE 1

| Sec | 09 | Twp | ЗN | Rge | 4W | / (| County | GARVIN |
|--------------------------------|----------|---------|---------|--------|-------|---------|--------|--------|
| Spot I | Locatior | n of En | d Point | : NE | Ξ | NW | NE | NE |
| Feet I | From: | NOF | RTH | 1/4 Se | ctior | Line: | 85 | |
| Feet I | From: | EAS | т | 1/4 Se | ctior | h Line: | 80 | 0 |
| Depth of Deviation: 12115 | | | | | | | | |
| Radius of Turn: 458 | | | | | | | | |
| Direction: 360 | | | | | | | | |
| Total Length: 10217 | | | | | | | | |
| Measured Total Depth: 23052 | | | | | | | | |
| True Vertical Depth: 12525 | | | | | | | | |
| End Point Location from Lease, | | | | | | | | |
| Unit, or Property Line: 85 | | | | | | | | |
| | | | | | | | | |

| Notes: | |
|------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Category | Description |
| DEEP SURFACE CASING | 1/21/2020 - 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 | 1/21/2020 - 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 |
| МЕМО | 1/21/2020 - G71 - PIT 1 & 2 - CLOSED SYSTEM = STEEL PITS PER OPERATOR REQUEST, WBM/CUTTINGS & OBM CUTTINGS CAPTURED IN STEEL HALF PITS, WBM/CUTTINGS WILL BE SOIL FARMED, OBM CUTTINGS TRANSFERRED TO R360 587498 (31-12N-8W), CANADIAN CO, PIT 2 - OBM TO VENDOR |
| PENDING CD - 201903437 | 1/22/2020 - GC2 - 9-3N-4W X658538/659832/663306 SPRG 2 WELLS NO OP. NAMED REC. 1-7-2020 (NORRIS) |

| PENDING CD - 201903438 | 1/22/2020 - GC2 - 16-3N-4W X638181 SPRG 2 WELLS NO OP. NAMED REC. 1-7-2020 (NORRIS) |
|------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| PENDING CD - 201903444 | 1/22/2020 - GC2 - (I.O.) 9 & 16-3N-4W EST MULTIUNIT HORIZONTAL WELL X658538/659832/663306 SPRG 9-3N-4W X638181 SPRG 16-3N-4W 50% 9-3N-4W 50% 16-3N-4W NO OP. NAMED REC. 1-7-2020 (NORRIS) |
| PENDING CD - 201903445 | 1/22/2020 - GC2 - (I.O.) 9 & 16-3N-4W X658538/659832/663306 SPRG 9-3N-4W X638181 SPRG 16-3N-4W COMPL. INT. (9-3N-4W) NCT 165' FNL, NCT 0' FSL, NCT 330' FEL COMPL. INT. (16-3N-4W) NCT 0' FNL, NCT 165' FSL, NCT 330' FEL NO OP NAMED REC. 1-7-2020 (NORRIS) |
| SPACING - 638181 | 1/22/2020 - GC2 - (640)(HOR) 16-3N-4W VAC 27834 16-3N-4W EST SPRG COMPL. INT. NCT 660' FB |
| SPACING - 658538 | 1/22/2020 - GC2 - (640)(HOR) 9-3N-4W VAC 27834 9-3N-4W EXT 638181 SPRG EST OTHERS COMPL. INT. NCT 660' FB |
| SPACING - 659832 | 1/22/2020 - GC2 - NPT PARAGRAPH 5.2 AND 8.1 OF 658538 TO CHANGE THE COMMON SOURCE OF SUPPLY FROM SPRINGER SAND TO SPRINGER |
| SPACING - 663306 | 1/22/2020 - GC2 - (640)(HOR) 9-3N-4W EXT 658538/659832 SPRG, OTHERS COMPL. INT. NCT 660' FB |

