API NUMBER: 093 25229

Oil & Gas

Horizontal Hole

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

Approval Date: 06/10/2019
Expiration Date: 12/10/2020

PERMIT TO DRILL

WELL LOCATION:	Sec:	01	Twp:	22N	Rge:	15W	County:	MAJOR
WELL LOOK HON.	OCC.	01	ιwp.	2211	rige.	1000	County.	WASOR

SPOT LOCATION: NE SW SE SE FEET FROM QUARTER: FROM SOUTH FROM EAST SECTION LINES: 420 920

Lease Name: HUTCHINSON Well No: 3-12H Well will be 420 feet from nearest unit or lease boundary.

Operator FAIRWAY RESOURCES OPERATING III LLC Telephone: 8176019579 OTC/OCC Number: 23943 0

FAIRWAY RESOURCES OPERATING III LLC 538 SILICON DR STE 101

SOUTHLAKE, TX 76092-7517

LONE MOUNTAIN RANCH, LLC 240943 EAST COUNTY ROAD 44

FAIRVIEW OK 73737

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

	Name	Depth	Name	Depth
1	MISSISSIPPIAN	7500	3	
2		7	7	
3		8	3	
4		9)	
5		1	0	
Spacing Orders:	169537	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: 201902521 Special Orders:

201902520

Total Depth: 13000 Ground Elevation: 1401 Surface Casing: 900 Depth to base of Treatable Water-Bearing FM: 580

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 55000 Average: 5000

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: FLOWERPOT

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 19-36595

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

HORIZONTAL HOLE 1

MAJOR Sec 12 Twp 22N Rge 15W County Spot Location of End Point: S2 S2 SE SE Feet From: SOUTH 1/4 Section Line: 150 Feet From: EAST 1/4 Section Line: 660

Depth of Deviation: 7300
Radius of Turn: 462
Direction: 175
Total Length: 4974

Measured Total Depth: 13000

True Vertical Depth: 7500

End Point Location from Lease,
Unit. or Property Line: 150

Notes:

Category Description

DEEP SURFACE CASING 5/7/2019 - 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 5/7/2019 - 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

PENDING CD - 201902520 5/9/2019 - G58 - 12-22N-15W

X169537 MSSP

1 WELL

NO OP. NAMED

REC 5/28/2019 (DENTON)

PENDING CD - 201902521 5/9/2019 - G58 - (I.O.) 12-22N-15W

X169537 MSSP

COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 300' FEL**

NO OP. NAMED

REC 5/28/2019 (DENTON)

**S/B 330' FEL; WILL BE CORRECTED AT HEARING PER ATTORNEY FOR OP.

SPACING - 169537 5/9/2019 - G58 - (640) 12-22N-15W

EXT OTHERS

EXT 79537/84143 MSSP



1530 SW 89TH STREET, Bldg. C3 Oklahoma City, OK (405) 692-7348 CİMSURVEY.COM

MAJOR County, Oklahoma Section 1 Township 22N Range 15W I.M. 420'FSL - 920'FEL T23N - R15W NS2380 T22N - R15W NS2390 Rd. St. Hwy. 412 2221 Y: 512328N X: 1775165E 1st Take Point 150'FNL x 660'FEL NAD-27 (US Feet) R14W 722N - R15W LAT: 36'24'17.139"N LONG: 98'44'54.418"W Proposed BHL LAT: 36.40476 N 150'FSL x 660'FEL NAD-27 (US Feet) LONG: 98.74845 W Y: 512198N LAT: 36'23'27.950"N X: 1779744E LONG: 98°44'54.250°W LAT: 36.39110 N LONG: 98.74840 W Y: 507224N X: 1779719E Y: 507079N X: 1775131E Scale: 1"= 2000' Date Staked: April 24, 2019 GPS Observation: Latitude 36'24'22.744" N State Plane NAD27 Longitude 98°44'57.586" W Y: 512767N Oklahoma North Zone: X:1779489E Latitude 36.40632 N Longitude <u>98.74933</u> W Operator: FAIRWAY RESOURCES OPERATING III, LLC Elevation: 1401' Well No.: 3-12H Topography & Vegetation: Pasture

Lease Name: Hutchinson

Alternate Location Stakes Set: No Good Drill Site? Yes

Best Accessibility to Location: From the North Line

Distance & Direction

from Hwy Jct or Town: From Cheyenne Valley; Thence south approx. 0.5 miles; Thence

northwest approx. 434 miles, along State Highway 412; Thence south into.

SURVEYOR'S CERTIFICATE:

I, D. MIKE DOSSEY, Registered Professional Land Surveyor, No. 1431 do hereby certify that the above described well location was carefully staked on the ground as shown and that all ties and distances shown are from existing lines of occupation.

JOB NO.:	190709			1	
DATE:	04/26/19				
DRAWN B	Y: S.R.T.	NO.	REVISION	DATE	BY

D. MIKE DOSSEY R.P.L.S. # 1431

