API NUMBER: 017 25759 A Aulti Unit Oil & Gas	OIL & GAS CONSE P.O. B(OKLAHOMA CIT (Rule 1(RATION COMMISSION ERVATION DIVISION DX 52000 'Y, OK 73152-2000 55:10-3-1)	Approval Date: 01/06/2022 Expiration Date: 07/06/2023		
mend reason: UPDATE TOTAL DEPTH	AMEND PER	<u>MIT TO DRILL</u>			
WELL LOCATION: Section: 34 Township: 12N	Range: 6W County: C	ANADIAN]		
SPOT LOCATION: SW SW SW SE FE	EET FROM QUARTER: FROM SOUTH	FROM EAST			
	SECTION LINES: 274	2460			
Lease Name: ROSEANNADANNA 34_27-12N-6W	Well No: 3MHX	Well	will be 274 feet from nearest unit or lease boundary.		
Operator Name: PALOMA OPERATING CO INC	Telephone: 71365485		OTC/OCC Number: 23932 0		
PALOMA OPERATING CO INC		CORY PIVNISKA			
1100 LOUISANA ST STE 5100		15124 W. RENO AVENUE			
HOUSTON, TX 770	002-5220	YUKON	OK 73099		
Formation(s) (Permit Valid for Listed Formation	one Only):				
Name Code	Depth				
1 MISSISSIPPIAN 359MSSP	8600				
Spacing Orders: 696968	Location Exception Orders	: 723719	Increased Density Orders: 723625		
723403 723739			722862		
Pending CD Numbers: No Pending Total Depth: 19000 Ground Elevation: 1347	Working interest owner Surface Casing:		Special Orders: No Special Depth to base of Treatable Water-Bearing FM: 700 Deep surface casing has been approved		
Under Federal Jurisdiction: No		Approved Method for disposal	of Drilling Fluids:		
Fresh Water Supply Well Drilled: No		D. One time land application (REQUIRES PERMIT) PERMIT NO: 22-38038			
Surface Water used to Drill: No		H. (Other)	SEE MEMO		
PIT 1 INFORMATION		Category of Pit:	c		
Type of Pit System: CLOSED Closed System Mea	ans Steel Pits	Liner not required for Categor			
Type of Mud System: WATER BASED		Pit Location is:	AP/TE DEPOSIT		
Chlorides Max: 5000 Average: 3000		Pit Location Formation:	TERRACE		
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 <u>is</u> located in a Hydrologically Sensitive Area.					
PIT 2 INFORMATION		Category of Pit:	с		
Type of Pit System: CLOSED Closed System Mea	ans Steel Pits	Liner not required for Categor			
Type of Mud System: OIL BASED		Pit Location is:			
Chlorides Max: 300000 Average: 200000		Pit Location Formation:	IERRACE		
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 <u>is</u> located in a Hydrologically Sensitive Area.					

MULTI UNIT HOLE 1							
Section: 27	Township:	12N Ra	ange: 6W	Meridian:	IM	Total Length:	8299
	County:	CANADIAN				Measured Total Depth:	19000
Spot Location of	of End Point:	NE SW	SW	NE		True Vertical Depth:	9500
Feet From: NORTH 1/4 Section Line: 2081			End Point Location from				
	Feet From:	EAST	1/4 Sect	ion Line: 2115		Lease, Unit, or Property Line:	2081

NOTES:	
Category	Description
DEEP SURFACE CASING	[1/5/2022 - GC2] - 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	[1/5/2022 - GC2] - OCC 165:10-3-10 REQUIRES:
	1) NOTICE SHALL BE GIVEN AT LEAST 5 BUSINESS DAYS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS ON A HORIZONTAL WELL TO OPERATORS PRODUCING WELLS WITHIN 1 MILE OF THE COMPLETION INTERVAL OF THE SUBJECT WELL. THE NOTICE TO SUCH OPERATORS SHALL CONTAIN THE INFORMATION IN FORM 6000NOO. IF THE HYDRAULIC FRACTURING OPERATIONS SCHEDULE CHANGES AFTER NOTICE HAS BEEN PROVIDED, RESULTING IN A DELAY OF OPERATIONS OF MORE THAN 5 DAYS FROM THE INITIAL NOTICE, NEW NOTICE IS REQUIRED TO BE GIVEN;
	2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS. FORM 6000NHF SHALL BE USED AND IS FOUND AT THIS LINK: OCCEWEB.COM/OG/OGFORMS.HTML; AND,
	3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS IS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION OF HYDRAULIC FRACTURING OPERATIONS, FOUND AT FRACFOCUS.ORG
INCREASED DENSITY - 722862	[7/8/2022 - G56] - (I.O.) 34-12N-6W X696968 MSSP 1 WELL PALOMA OP, INC 1/14/2022
INCREASED DENSITY - 723625	[7/8/2022 - G56] - (I.O.) 27-12N-6W X723403 MSSP 2 WELLS PALOMA OP, INC 2/18/2022
LOCATION EXCEPTION - 723719	[7/8/2022 - G56] - (I.O.) 27 & 34-12N-6W X696968 MSSP 34-12N-6W X723403 MSSP 27-12N-6W COMPL INT (34-12N-6W) NCT 165' FSL, NCT 0' FNL, NCT 330' FEL COMPL INT (27-12N-6W) NCT 0' FSL, NCT 165' FNL, NCT 330' FEL PALOMA OP, INC 2/23/2022
MEMO	[1/5/2022 - GC2] - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT
SPACING - 696968	[1/5/2022 - G56] - (640)(HOR) 34-12N-6W EST MSSP, OTHERS POE TO BHL NCT 660' FB (COEXIST WITH SP # 143400 MISS, # 150307 MISS)
SPACING - 723403	[7/8/2022 - G56] - (640)(HOR) 27-12N-6W EST MSSP POE TO BHL NCT 660' FB (COEXIST WITH SP # 137051 MSSLM)
SPACING - 723739	[7/8/2022 - G56] - (I.O.) 27 & 34-12N-6W EST MULTIUNIT HORIZONTAL WELL X696968 MSSP 34-12N-6W X723403 MSSP 27-12N-6W 50% 34-12N-6W 50% 27-12N-6W NO OP NAMED 2/24/2022

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.