API NUMBER: 043 23756 A

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

Approval Date: 07/06/2022

Expiration Date: 01/06/2024

Horizontal Hole Oil & Gas

Pit

located in a Hydrologically Sensitive Area.

Amend reason: OCC CORRECTION TO CORRECT SPOT CALLS ON SHL

AMEND PERMIT TO DRILL

WELL LOCATION: Section: Township: 17N Range: 17W County: DEWEY 11 SW SPOT LOCATION: NW sw SE FEET FROM QUARTER: SOUTH EAST SECTION LINES: 449 2383 3C FARMS 14 BO Well No: 1H Lease Name: Well will be 449 feet from nearest unit or lease boundary. MEWBOURNE OIL COMPANY Operator Name: Telephone: 9035612900 OTC/OCC Number: 6722 0 MEWBOURNE OIL COMPANY 3C FARMS INC. 3620 OLD BULLARD RD 220258 EAST 620 ROAD 75701-8644 TYLER. TX VICI OK 73859 Formation(s) (Permit Valid for Listed Formations Only): Name Code Depth RED FORK 404RDFK 9500 Spacing Orders: No Spacing Location Exception Orders: No Exceptions Increased Density Orders: No Density Special Orders: No Special Pending CD Numbers: 202201609 Working interest owners' notified: 202201610 Total Depth: 14672 Ground Elevation: 1973 Surface Casing: 500 Depth to base of Treatable Water-Bearing FM: 420 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: 22-38421 Surface Water used to Drill: No H. (Other) SEE MEMO PIT 1 INFORMATION Category of Pit: C Type of Pit System: CLOSED Closed System Means Steel Pits Liner not required for Category: C Type of Mud System: WATER BASED Pit Location is: BED AQUIFER Chlorides Max: 8000 Average: 5000 Pit Location Formation: CLOUD CHIEF 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 located in a Hydrologically Sensitive Area. **PIT 2 INFORMATION** Category of Pit: C Type of Pit System: CLOSED Closed System Means Steel Pits Liner not required for Category: C Pit Location is: BED AQUIFER Type of Mud System: OIL BASED Chlorides Max: 300000 Average: 200000 Pit Location Formation: CLOUD CHIEF 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

HORIZONTAL HOLE 1

Total Length: 4826 Section: 14 Township: 17N Range: 17W Meridian: IM

> County: DEWEY Measured Total Depth: 14672 True Vertical Depth: 9500

Spot Location of End Point: W2 SW SE

> Feet From: SOUTH 1/4 Section Line: 330 End Point Location from Lease, Unit, or Property Line: 330 1/4 Section Line: 2400 Feet From: EAST

NOTES:
Category

Category	Description
HYDRAULIC FRACTURING	[7/5/2022 - 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
INTERMEDIATE CASING	[7/5/2022 - GC2] - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER- PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE MORROW SERIES
МЕМО	[7/5/2022 - GC2] - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT
PENDING CD - 2022-001609	[7/6/2022 - GB1] - (I.O.)(640)(HOR) 14-17N-17W EST RDFK COMPL INT NCT 660' FB (COEXIST SP 62938 RDFK S2 & NW4; SP 68276 RDFK NE4) REC 6/27/22 (DENTON)
PENDING CD - 2022-001610	[7/6/2022 - GB1] - (I.O.) 14-17N-17W X2022-001609 RDFK COMPL INT NCT 330' FNL, NCT 330' FSL, NCT 600' FEL NO OP NAMED REC 6/27/22 (DENTON)
SURFACE CASING	[7/5/2022 - GC2] - NO DEEP SURFACE CASING - LOST CIRCULATION IN 12 & 15-17N-17W