API NUMBER: 019 26314 Horizontal Hole Oil & Gas Multi Unit	OKLAHOMA CORPORA OIL & GAS CONSERV P.O. BOX OKLAHOMA CITY, (Rule 165:1	/ATION DIVISION 52000 OK 73152-2000	Approval Date: 01/15/2019 Expiration Date: 07/15/2020
	PERMIT TO	<u>) DRILL</u>	
WELL LOCATION: Sec: 11 Twp: 4S Rge:	2E County: CARTER		
SPOT LOCATION: SE NW NW NE	FEET FROM QUARTER: FROM NORTH FROM	M EAST	
	540	2307	
Lease Name: NAYLOR	Well No: 2-11H2X35	Well will b	e 540 feet from nearest unit or lease boundary.
Operator XTO ENERGY INC Name:	Telephone:	4053193208; 8178852	OTC/OCC Number: 21003 0
XTO ENERGY INC		JERRY WHALEY N	
22777 SPRINGWOODS VILLAGE PH	<wy< td=""><td>-</td><td>ATEOR</td></wy<>	-	ATEOR
SPRING, TX	77389-1425	P.O. BOX 605	01/ 70/00
		ARDMORE	OK 73402
Formation(s) (Permit Valid for Listed F Name 1 SYCAMORE 2 WOODFORD 3 HUNTON 4 5 Spacing Orders: 584421 199785	Formations Only): Depth 14425 14785 15126 Location Exception Orders:	Name 6 7 8 9 10	Depth Increased Density Orders:
Pending CD Numbers: 201809990 201809987 201809992 201809994			Special Orders:
Total Depth: 25500 Ground Elevation:	5778 Surface Casing: 199	<b>90</b> Dep	th to base of Treatable Water-Bearing FM: 1200
Under Federal Jurisdiction: No	Fresh Water Supply Well Dri	lled: No	Surface Water used to Drill: Yes
PIT 1 INFORMATION		Approved Method for disposal of Dri	illing Fluids:
Type of Pit System: CLOSED Closed System Mean Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000		D. One time land application (RE H. SEE MEMO	EQUIRES PERMIT) PERMIT NO: 18-36035
Is depth to top of ground water greater than 10ft below Within 1 mile of municipal water well? N	v base of pit? Y		
Wellhead Protection Area? N			
Pit is located in a Hydrologically Sensitive Area	a.		
Category of Pit: C			
Liner not required for Category: C			
Pit Location is ALLUVIAL			

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 ALLUVIAL
Pit Location Formation: ALLUVIUM

## HORIZONTAL HOLE 1

Rge 2E Sec 35 Twp 3S County CARTER Spot Location of End Point: NW NE NE NW Feet From: NORTH 1/4 Section Line: 150 Feet From: WEST 1/4 Section Line: 2160 Depth of Deviation: 14172 Radius of Turn: 1000 Direction: 355 Total Length: 9757 Measured Total Depth: 25500 True Vertical Depth: 15126 End Point Location from Lease, Unit, or Property Line: 150

Notes:	
Category	Description
DEEP SURFACE CASING	12/31/2018 - 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	12/31/2018 - 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
MEMO	12/31/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS (REQUIRED - SAND CREEK), PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

Category	Description
PENDING CD - 201809987	1/8/2019 - GA8 - (I.O.) 2-4S-2E & 35-3S-2E EST MULTIUNIT HORIZONTAL WELL X584421 SCMR, WDFD, HNTH 2-4S-2E X199785 SCMR, WDFD, HNTN 35-3S-2E (SCMR, HNTN ADJACENT COMMON SOURCES OF SUPPLY TO WDFD) 47.4% 2-4S-2E 52.6% 35-3S-2E NO OP. NAMED REC 12/18/2018 (M. PORTER)
PENDING CD - 201809990	1/8/2019 - GA8 - (I.O.) 2-4S-2E & 35-3S-2E X584421 SCMR, WDFD, HNTN 2-4S-2E X199785 SCMR, WDFD, HNTN 35-3S-2E SL (11-4S-2E) 514' FNL & 2295' FEL ** COMPL. INT. (2-4S-2E) NCT 165' FSL, NCT 0' FNL, NCT 1800' FWL COMPL. INT. (35-3S-2E) NCT 0' FSL, NCT 165' FNL, NCT 1800' FWL NO OP. NAMED REC 12/18/2018 (M. PORTER) **ITD HAS SHL AS 540' FNL & 2307' FEL; TO BE CORRECTED AT HEARING FOR FINAL ORDER
	PER OPERATOR
PENDING CD - 201809992	1/8/2019 - GA8 - 2-4S-2E X584421 WDFD 3 WELLS NO OP NAMED REC 12/18/2018 (M. PORTER)
PENDING CD - 201809994	1/8/2019 - GA8 - 35-3S-2E X199785 WDFD 3 WELLS NO OP NAMED REC 12/18/2018 (M. PORTER)
SPACING - 199785	1/8/2019 - GA8 - (640) 35-3S-2E EXT 197431 SCMR, WDFD, HNTN, OTHERS EST OTHERS
SPACING - 584421	1/8/2019 - GA8 - (640) 2-4S-2E EXT 199785 SCMR, WDFD, HNTN, OTHERS

