API NUMBER: 091 21819

is located in a Hydrologically Sensitive Area.

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000).

Category of Pit: 4

Liner not required for Category: 4 Pit Location is BED AQUIFER Pit Location Formation:

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

03/19/2019 Approval Date: Expiration Date: 09/19/2020

Horizontal Hole Oil & Gas

Multi Unit

				PERMIT TO	<u>DRILL</u>			
WELL LOCATION:	SW NW SW	Rge: 13E NW FEET FRO SECTION		NORTH FROM	WEST 234			
Lease Name:	MIFFLIN		Well No:	1-14-26CH		Well will be	234 feet from nearest unit or lease boundary.	
Operator Name:	CALYX ENERGY III LLC			Telephone:	9189494224		OTC/OCC Number: 23515 0	
	NERGY III LLC				JACK CA	AMPBELL RA	NCH, LLC	
6120 S YALE AVE STE 1480					399356 HIGHWAY 9			
TULSA,		OK 74136	-4226		HANNA		OK 74845	
1	Name MISSISSIPPIAN WOODFORD 500360 690770 690771		Depth 3780 4140 Location Exception	Orders:	Name 6 7 8 9 10	In	Depth ncreased Density Orders:	
Pending CD Numb	pers: 201810325 201810324					S	pecial Orders:	
Total Depth: 1	7225 Ground Ele	vation: 761	Surface	Casing: 150	0	Depth	to base of Treatable Water-Bearing FM: 160	
Under Federal	Jurisdiction: No		Fresh Water	r Supply Well Drill	ed: No		Surface Water used to Drill: Yes	
PIT 1 INFORMATION				Approved Method for disposal of Drilling Fluids:				
Type of Pit System: ON SITE Type of Mud System: AIR					A. Evaporation/dewater and backfilling of reserve pit. B. Solidification of pit contents.			
Is depth to top of ground water greater than 10ft below base of pit? Y Within 1 mile of municipal water well? N					F. Haul to Commercial soil farming facility: Sec. 14 Twn. 7N Rng. 9E Cnty. 63 Order No: 551649			
Wellhead Protection Area? N					U OFF MENO			

H. SEE MEMO

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 8000, 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 located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: SENORA

HORIZONTAL HOLE 1

Sec 26 Twp 9N Rge 13E County MCINTOSH

Spot Location of End Point: SE SW SW SW Feet From: SOUTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 600

Depth of Deviation: 3004 Radius of Turn: 573

Direction: 175

Total Length: 13321

Measured Total Depth: 17225

True Vertical Depth: 4145

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

MEMO

Category Description

DEEP SURFACE CASING 2/20/2019 - 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 2/20/2019 - 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

2/20/2019 - G71 - PIT 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST,

WBM/CUTTINGS CAPTURED IN CONCRETE-LINED PIT, SOLIDFIED AND HELD UNTIL DISPOSAL

APPROVED BY OCC

Category Description

PENDING CD - 201810324 3/18/2019 - GA8 - (I.O.) 14, 23 & 26-9N-13E

EST MULTIUNIT HORÍZONTAL WELL X500360 MSSP, WDFD 14-9N-13E X690770 MSSP, WDFD 23-9N-13E X690771 MSSP, WDFD 26-9N-13E

(WDFD ADJACENT COMMON SOURCE OF SUPPLY TO MSSP)

22% 14-9N-13E 53% 23-9N-13E 25% 26-9N-13E NO OP. NAMED

REC. 1/4/2019 (JOHNSON)

PENDING CD -201810325 3/18/2019 - GA8 - (I.O.) 14, 23 & 26-9N-13E

X500360 MSSP, WDFD 14-9N-13E X690770 MSSP, WDFD 23-9N-13E X690771 MSSP, WDFD 26-9N-13E

COMPL. INT. (14-9N-13E) NCT 660' FNL, NCT 0' FSL, NCT 330' FWL COMPL. INT. (23-9N-13E) NCT 0' FNL, NCT 0' FSL, NCT 330' FWL COMPL. INT. (26-9N-13E) NCT 0' FNL, NCT 165' FSL, NCT 330' FWL

NO OP. NAMED

REC. 1/4/2019 (JOHNSON)

SPACING - 500360 3/18/2019 - GA8 - (640) 14-9N-13E

VAC OTHERS EXT OTHERS

EST MSSP, WDFD, OTHERS

SPACING - 690770 3/18/2019 - GA8 - (640)(HOR) 23-9N-13E

EST MSSP, WDFD, OTHERS POE TO BHL (MSSP) NLT 660' FB

POE TO BHL (WDFD) NLT 165' FNL & FSL, NLT 660 FEL & FWL (COEXIST SP. ORDER #267333 S2 MSSP & ORDER #472275 MSSP)

SPACING 690771 3/18/2019 - GA8 - (640)(HOR) 26-9N-13E

EST MSSP, WDFD, OTHER POE TO BHL (MSSP) NLT 660' FB

POE TO BHL (WDFD) NLT 165' FNL & FSL, NLT 660' FEL & FWL

(COEXIST SP. ORDÉR #267333 MSSP)