API NUMBER:	017 25741	

Horizontal Hole

Oil & Gas

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

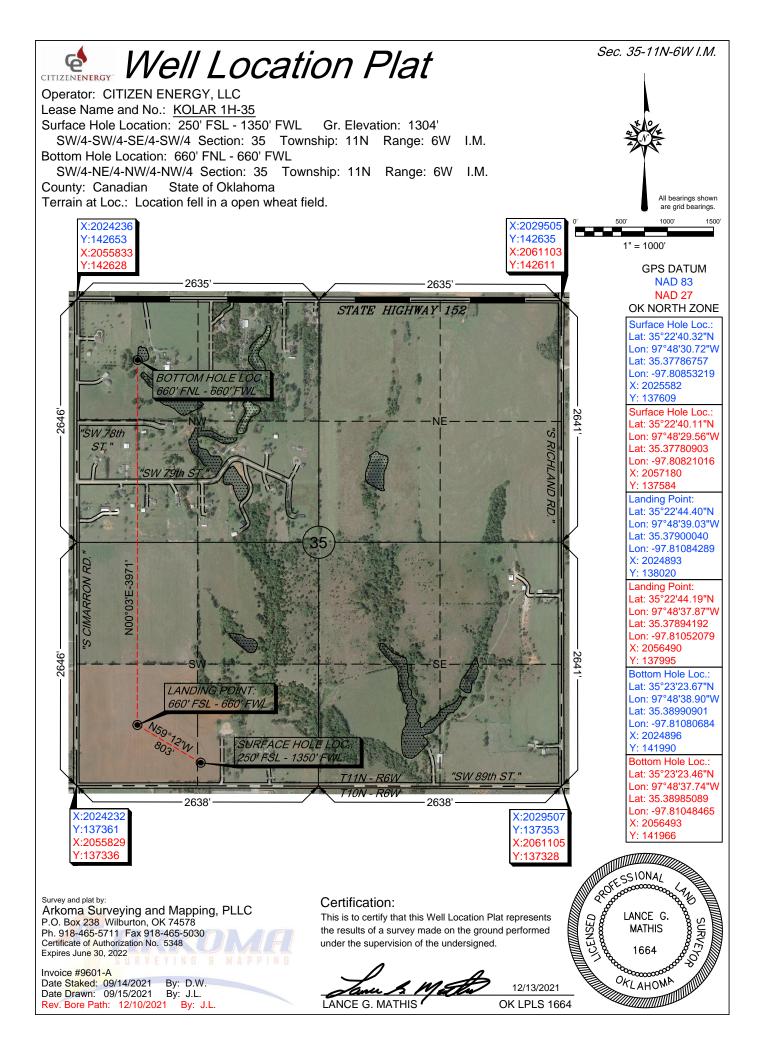
Approval Date: 12/13/2021 Expiration Date: 06/13/2023

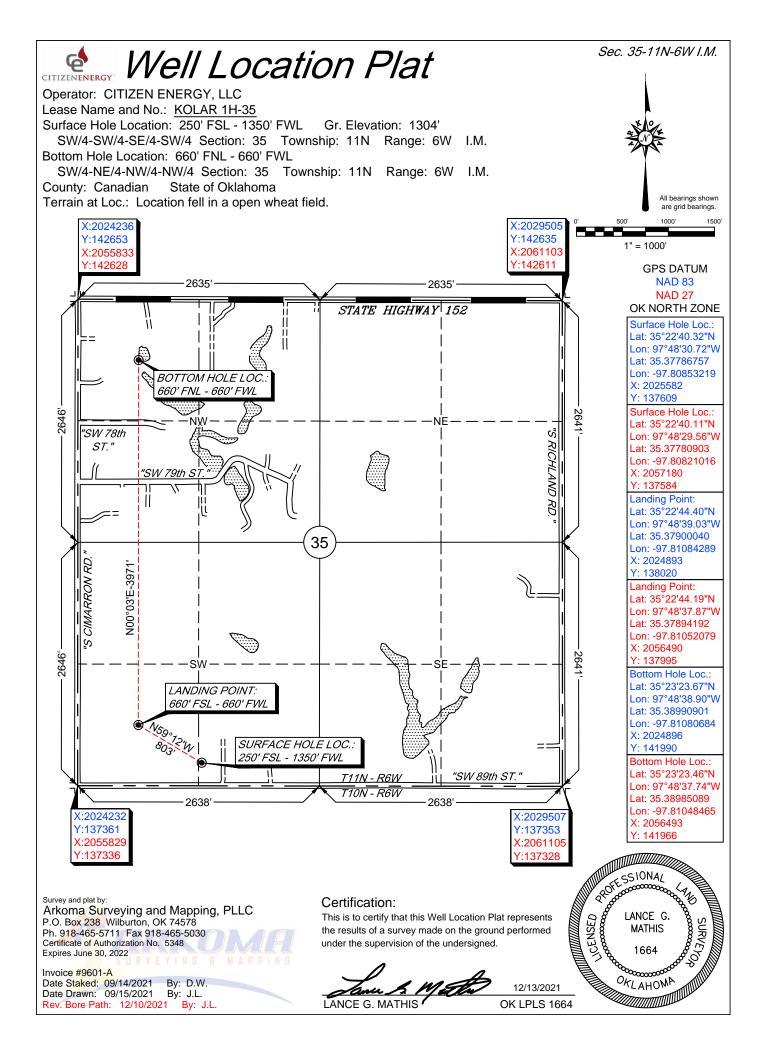
PERMIT TO DRILL

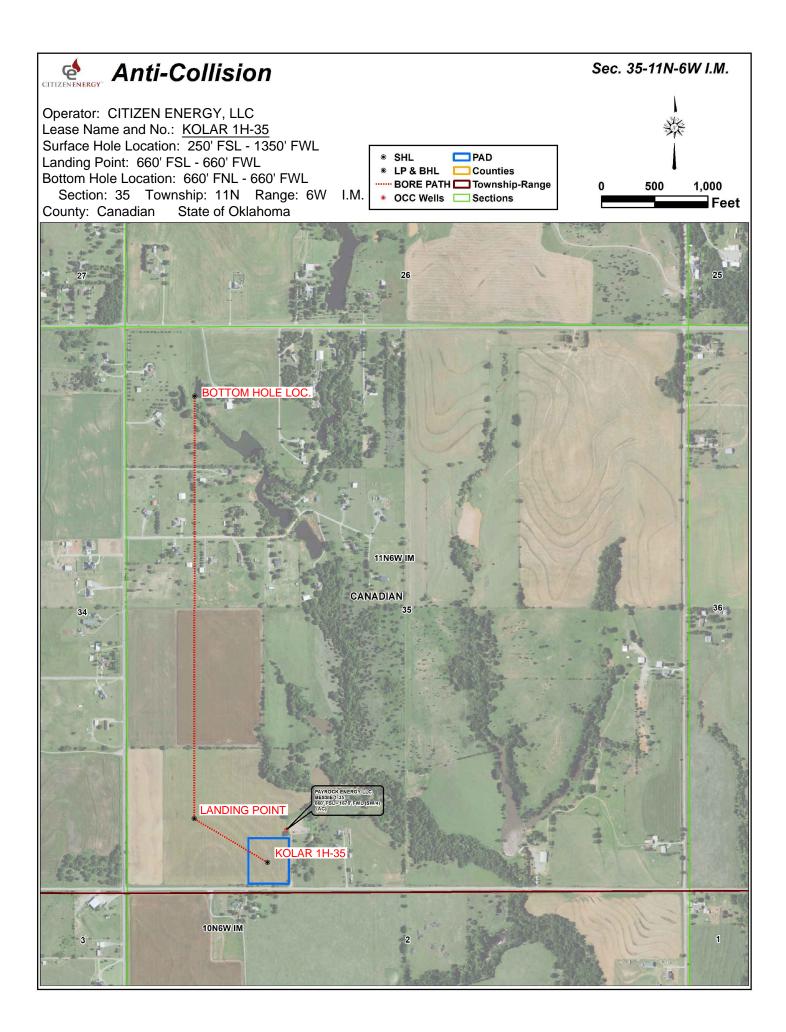
WELL LOCATION: Section: 35 Township: 11N Range: 6W County:	CANADIAN		
SPOT LOCATION: SW SE SW FEET FROM QUARTER: FROM SOUTH	FROM WEST		
SECTION LINES: 250	1350		
Lease Name: KOLAR Well No: 1H-35	Well will be 250 feet from nearest unit or lease boundary.		
Operator Name: CITIZEN ENERGY III LLC Telephone: 9189494	0680 OTC/OCC Number: 24120 0		
CITIZEN ENERGY III LLC	CHARLES AND MYRNA KOLAR		
320 S BOSTON AVE STE 900	15001 SW 89TH ST		
TULSA, OK 74103-3729	MUSTANG OK 73064		
]		
Formation(s) (Permit Valid for Listed Formations Only):			
Name Code Depth			
1 MISSISSIPPIAN 359MSSP 9000			
Spacing Orders: 633257 Location Exception Orde	rs: No Exceptions Increased Density Orders: No Density		
Pending CD Numbers: No Pending Working interest own	ers' notified: *** Special Orders: No Special		
Total Depth: 14000 Ground Elevation: 1304 Surface Casing:	1500 Depth to base of Treatable Water-Bearing FM: 460		
-	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: 21-37983		
Surface Water used to Drill: Yes	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: 5000 Average: 3000	Pit Location Formation: DUNCAN		
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: C		
Type of Pit System: CLOSED Closed System Means Steel Pits	Liner not required for Category: C		
Type of Mud System: OIL BASED	Pit Location is: BED AQUIFER		
Chlorides Max: 300000 Average: 250000	Pit Location Formation: DUNCAN		
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.			

HORIZONTAL HOLE 1					
Section: 35 Township:	11N Ran	ge: 6W	Meridian:	IM Total Length: 4	4961
County:	CANADIAN			Measured Total Depth:	14000
Spot Location of End Point:	С	NW	NW	True Vertical Depth:	9000
Feet From:	NORTH	1/4 Section Line: 660		End Point Location from	
Feet From:	WEST	1/4 Secti	on Line: 660	Lease,Unit, or Property Line:	660

NOTES:	
Category	Description
DEEP SURFACE CASING	[11/23/2021 - 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	[11/23/2021 - 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
MEMO	[11/23/2021 - GC2] - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT
SPACING - 633257	[12/7/2021 - GB6] - (640)(HOR) 35-11N-6W VAC 231308 OTHERS EST MSSP, OTHERS COMPL. INT. (MSSP, OTHERS) NCT 660' FB (COEXIST SP. ORDER# 231308 MSSP)



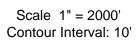




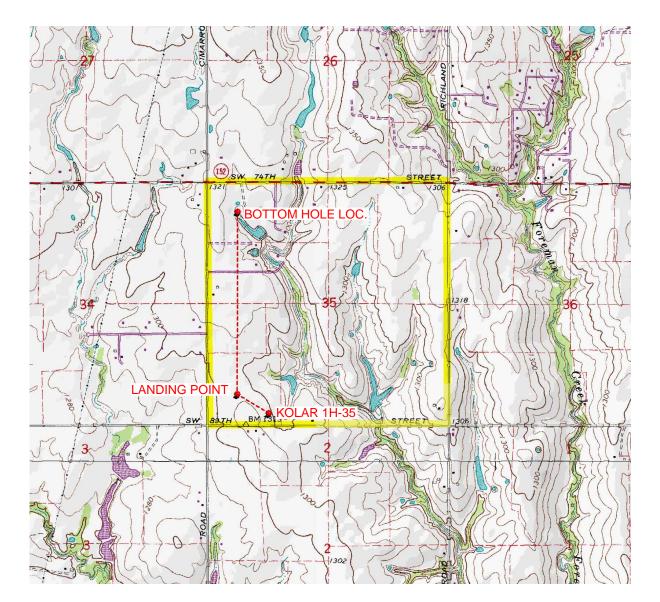


Topographic Vicinity Map

Operator: CITIZEN ENERGY, LLC Lease Name and No.: <u>KOLAR 1H-35</u> Surface Hole Location: 250' FSL - 1350' FWL Landing Point: 660' FSL - 660' FWL Bottom Hole Location: 660' FNL - 660' FWL Section: 35 Township: 11N Range: 6W I.M. County: Canadian State of Oklahoma



Ground Elevation at Surface Hole Location: 1304'



Provided by:

Arkoma Surveying and Mapping, PLLC P.O. Box 238 Wilburton, OK 74578 Ph. 918-465-5711 Fax 918-465-5030

Certificate of Authorization No. 5348 Expires June 30, 2022

Date Staked: 09/14/2021

The purpose of this map is to verify the location and elevation as staked on the ground and to show the surrounding Topographic features. The footage shown hereon is only as SCALED onto a U.S.G.S. Topographic Map.

Please note that this location was staked carefully on the ground under the supervision of a Licensed Professional Land Surveyor, but the accuracy of this survey is not guaranteed.

Please contact Arkoma Surveying and Mapping promptly if any inconsistency is determined.

