API NUMBER: 011 24203

Disposal

Straight Hole

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

Approval Date:	04/01/2019
Expiration Date:	10/01/2020

PERMIT TO DRILL

WELL LOCATION: Sec: 24 Twp: 16N Rge: 1	2W County: BLAI	INE			
SPOT LOCATION: NW SW SW SE	FEET FROM QUARTER: FROM	SOUTH FROM EAST			
	SECTION LINES:	423 2377			
Lease Name: CHEESE FACTORY SWD	Well No:	1	Well will be	423 feet from nearest	unit or lease boundary.
Operator Y D F INC					
Name:		Telephone: 405324887	' 6	OTC/OCC Number:	18880 0
Y D F INC					
PO BOX 850680		PO	DAGE FAMILY INVE	ESTMENTS	
	72005 0600	PO	PO BOX 850680		
YUKON, OK	73085-0680	YU	JKON	OK 73	085-
Formation(s) (Permit Valid for Listed Fo	rmations Only):				
Name	Depth	1	Name	Depth	
1 HOOVER	5400	6			
2 ENDICOTT	6430	7			
3 TONKAWA	7050	8			
4 COTTAGE GROVE	7460	9			
5		10			
Spacing Orders: No Spacing	Location Exception	n Orders:	Ir	ncreased Density Orders:	
Pending CD Numbers:				pecial Orders:	
Total Depth: 7600 Ground Elevation:	Surface	Casing: 230	Depth	to base of Treatable Water-	Bearing FM: 180
Under Federal Jurisdiction: No	Fresh Wate	er Supply Well Drilled: No		Surface Water us	ad to Drille No
	Troon water		Anthon discount of Daillin		ed to Dilli: No
PIT 1 INFORMATION		Approved N	lethod for disposal of Drillin	ig Fiulas:	
Type of Pit System: CLOSED Closed System Means	Steel Pits				
			D. One time land application (REQUIRES PERMIT) PERMIT NO: 19-3636: H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST		
Chlorides Max: 8000 Average: 5000		H. CLOSE	U SYSTEM=STEEL PITST	PER OPERATOR REQUES	I
Is depth to top of ground water greater than 10ft below be	ase of pit? Y				
Within 1 mile of municipal water well? Y					
Wellhead Protection Area? Y					
Pit is located in a Hydrologically Sensitive Area.					
Category of Pit: C					
Liner not required for Category: C					

Notes:

Pit Location is ALLUVIAL
Pit Location Formation:

ALLUVIUM

Category Description

HYDRAULIC FRACTURING 3/18/2019 - 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

PUBLIC WATER SUPPLY WELLS 3/18/2019 - G71 - WATONGA - 2 PWS/WPA, NE/4 24-16N-12W

SPACING 3/18/2019 - G71 - N/A - DISPOSAL WELL

TOTAL DEPTH 4/1/2019 - GB1 - CHANGED TOTAL DEPTH TO 7600' PER OPERATOR