API NUMBER: 017 25394

Oil & Gas

Horizontal Hole

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

Approval Date: 02/22/2019
Expiration Date: 08/22/2020

PERMIT TO DRILL

WELL LOCATION: Sec: 31 Twp: 13N Rge: 5W County: CANADIAN

SPOT LOCATION: NW NE NE NW FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 235 2184

Lease Name: RUSSELL 1305 Well No: 4-31MH Well will be 235 feet from nearest unit or lease boundary.

Operator RED BLUFF RESOURCES OPERATING LLC Telephone: 4052088660 OTC/OCC Number: 23828 0

RED BLUFF RESOURCES OPERATING LLC 3030 NW EXPRESSWAY STE 900

OKLAHOMA CITY, OK 73112-5447

LARRY R & GLORIA E. RUSSELL 13600 W BRITTON RD

YUKON OK 73099

Formation(s) (Permit Valid for Listed Formations Only):

Depth Name Depth MISSISSIPPIAN (LESS CHESTER) 1 8050 6 2 WOODFORD 9200 7 3 8 4 9 10 679335 Spacing Orders: Location Exception Orders: 685515 Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 13149 Ground Elevation: 1333 **Surface Casing: 1300** Depth to base of Treatable Water-Bearing FM: 1050

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No Surface Water used to Drill: Yes

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 5000 Average: 3000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well?

Wellhead Protection Area? Y

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is AP/TE DEPOSIT
Pit Location Formation: TERRACE

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 19-36267

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

HORIZONTAL HOLE 1

CANADIAN Sec 31 Twp 13N Rge 5W County

Spot Location of End Point: S2 SF SE SW Feet From: SOUTH 1/4 Section Line: 165 Feet From: WEST 1/4 Section Line: 2310

Depth of Deviation: 7549 Radius of Turn: 509 Direction: 179 Total Length: 4800

Measured Total Depth: 13149 True Vertical Depth: 9200 End Point Location from Lease. Unit, or Property Line: 165

Notes:

Description Category

HYDRAULIC FRACTURING 2/21/2019 - 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

LOCATION EXCEPTION - 685515

2/22/2019 - G56 - (I.O.) 31-13N-5W

X679335 MSNLC, WDFD, OTHER COMPL INT NCT 165' FNL, NCT 165' FSL, NCT 330' FEL/FWL

RED BLUFF RESOURCES OPERATING LLC

10/25/2018

PUBLIC WATER SUPPLY WELLS

2/21/2019 - G71 - BLUE QUAIL ESTATES - 10 PWS/WPA, NE/4 31-13N-5W

SPACING - 679335 2/22/2019 - G56 - (640)(HOR) 31-13N-5W

> VAC OTHER **VAC 96519 MISS** EST MSNLC, OTHER EXT 668587 WDFD, OTHER COMPL INT (MSNLC) NCT 660' FB

COMPL INT (WDFD) NCT 165' FNL/FSL, NCT 330' FEL/FWL

