OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION Approval Date: 08/01/2017 P.O. BOX 52000 IMBER: 063 24690 **OKLAHOMA CITY, OK 73152-2000 Expiration Date** 02/01/2018 (Rule 165:10-3-1) Straight H Stratigraphic Test Amend reason: END TO STRAT TEST AMEND PERMIT TO DRILL WELL LOCATION 10 Twp: 6N Sec: Rge: 10E County: HUGHES SPOT LOCATION: FEET FROM QUARTER: NW NW NW NORTH WEST SECTION LINES 165 330 Lease Name: HARDE Well No: #1-10H Well will be 165 n nearest unit or lease boundary. fee REEK ENERGY OPERATING LLC Operator CANYON Telephone: 9185616737 OTC/0 5 Number: 23443 0 CANYON CREEK ENERGY ERATING LLC JOE HARDEN 2431 E 61ST ST STE 400 3789 HWY TULSA. 74136-1237 HOLDE 74848 OK Formation(s) (Permit Valid for Listed Formations Only): Cancelled Per Operator Request WOODFORD 1 2 3 4 Spacing Orders: Location Excepti No Spacing Pending CD Numbers: Special Orders: Total Depth: 5400 Ground Elevation: 917 face Casing 1000 Depth to base of Treatable Water-Bearing FM: 110 Under Federal Jurisdiction: Fresh Water Supply Well Drille Surface Water used to Drill: No PIT 1 INFORMATION Method for disposal of Drilling Fluids: Type of Pit System: ON SITE on/dewater and backfilling of reserve pit. Type of Mud System: AIR Is depth to top of ground water greater than 10ft bel base of pit? H SEE MEMO Within 1 mile of municipal water well? F. Haul to Commer soil farming facility: Sec. 14 Twn, 7N Rng, 9E Cnty, 63 Order No: Wellhead Protection Area? is located in a Hydrologically Se Category of Pit: 4 Liner not required for Category: Pit Location is BED AQUIFER

Based or Oil-Based Mud Requires an Amended Intent (Form 1000).

Pit Location Formation: 0

Mud System Change to Wat

PIT 2 INFORMATION Is depth to

Type of Pit System: CLOSED Closed System Means Steel Pits

Mud System: WATER BASED ax: 8000 Average: 5000

of ground water greater than 10ft below base of pit? Y

Within 1 mile unicinal water well? N

Wellhead Protect

is located Hydrologically Sensitive Area.

Category of Pit:

Liner not required for Catego Pit Location is BED AQUIFER

Pit Location Formation:

PIT 3 INFORMATION

Type of Pit System: CLOSED Closed System Means

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?

Within 1 mile of municipal water well? N

Wellhead Protection Area?

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: CAI VIN

Notes:

Category

DEEP SURFACE CASING

HYDRAULIC FRACTURING

МЕМО

SPACING

Description

7/10/2017 - 671 - APPROVED; NOTIFY DCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR SURFACE CASING

7/7/2/17 - G71 - OCC 165:10-3-10 REQUIRES. 1) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS 1: E REPORTED TO FRACFOCUS USING THE FOLLOWING LINK HTTP://FRACFOCUS.ORG/ WNTH NOTICE GIVEN 48 HOURS IN ADVANCE OF FRACTURING TO THE LOCAL OCC DISTRICT OFFR E; AND, 2) PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE ALSO GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WILLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE

7/7/2017 - G71 - PITS 2 & 3 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 3 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

8/8/2017 - G60 - N/A - STRAT TEST

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is SIX MONTHS, except as otherwise provided by Rule 165: 10-3-1. Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of the Conservation Division as to when Surface Casing will be run.

063 24690 HARDEN #1-10H

anceled Per Operator Request