

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

API NUMBER: 151 24512

Approval Date: 09/19/2017
Expiration Date: 03/19/2018

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 04 Twp: 23N Rge: 13W County: WOODS
SPOT LOCATION: NE NW NE NE FEET FROM QUARTER: FROM NORTH FROM EAST
SECTION LINES: 320 725

Lease Name: BURSON Well No: 1-33H Well will be 320 feet from nearest unit or lease boundary.
Operator Name: FAIRWAY RESOURCES OPERATING III LLC Telephone: 8176010628 OTC/OCC Number: 23943 0

FAIRWAY RESOURCES OPERATING III LLC
538 SILICON DR STE 101
SOUTHLAKE, TX 76092-7517

JERRY LEON BLOYD & FONDA BLOYD
49354 BLACKTOP ROAD
ALINE OK 73716

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

Name	Depth	Name	Depth
1	MISSISSIPPIAN	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201705470
201705399

Special Orders:

Total Depth: 12000

Ground Elevation: 1494

Surface Casing: 900

Depth to base of Treatable Water-Bearing FM: 130

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: No

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: 55000 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 AP/TE DEPOSIT

Pit Location Formation: TERRACE

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-33140
H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

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.

HORIZONTAL HOLE 1

Sec 33 Twp 24N Rge 13W County WOODS

Spot Location of End Point: NW NE NE NE

Feet From: NORTH 1/4 Section Line: 150

Feet From: EAST 1/4 Section Line: 380

Depth of Deviation: 6500

Radius of Turn: 480

Direction: 2

Total Length: 4746

Measured Total Depth: 12000

True Vertical Depth: 6930

End Point Location from Lease,
Unit, or Property Line: 150

Notes:

Category

Description

DEEP SURFACE CASING

9/14/2017 - 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

9/14/2017 - 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

PENDING CD - 201705399

9/19/2017 - G60 - (640)(HOR) 33-24N-13W
EXT 613254 MSSP
COMPL. INT. NLT 660' FB
(COEXIST WITH PRODUCING NON-HORIZONTAL UNITS FOR THE MNNG, MISS, MPMC, MSSLM)
REC. 9/11/17 (MINMIER)

PENDING CD - 201705470

9/19/2017 - G60 - (I.O.) 33-24N-13W
X201705399 MSSP
COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 330' FEL
NO OP. NAMED
REC. 9/11/17 (MINMIER)



CIMARRON
SURVEYING & MAPPING CO.

Oklahoma City, OK
(405) 692-7348
CIMSURVEY.COM

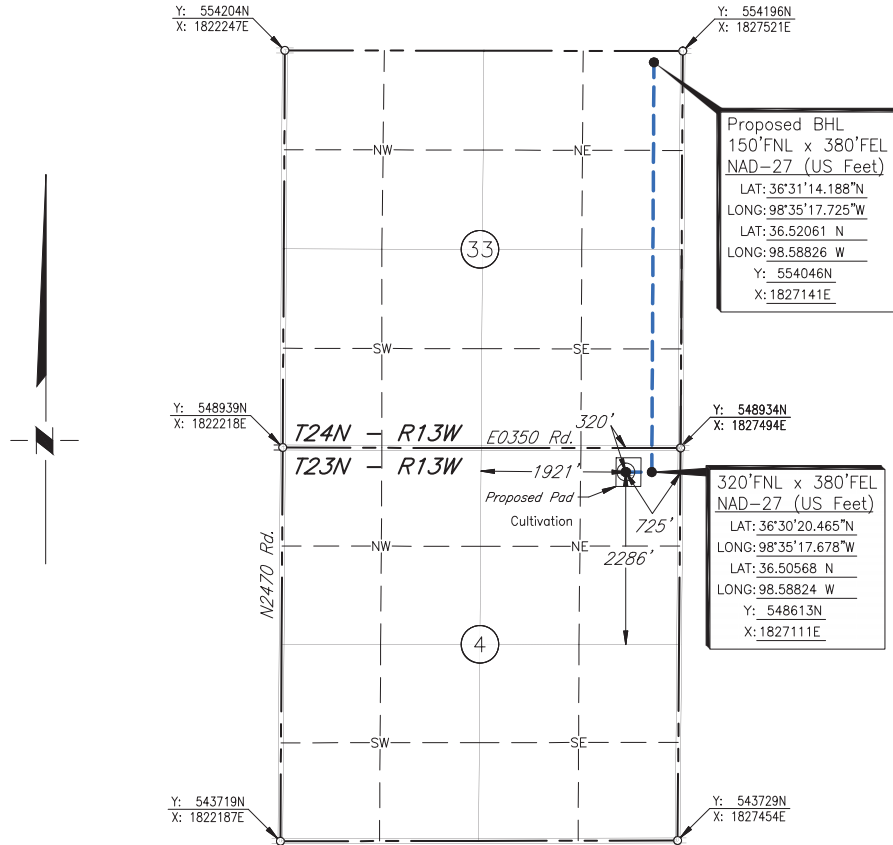
C.A. No. 1780 Expires June 30, 2018

3515124512

WOODS

County, Oklahoma

320'FNL - 725'FEL Section 4 Township 23N Range 13W I.M.



Scale: 1" = 2000'

Date Staked: August 8, 2017

GPS Observation: Latitude 36°30'20.441" N
Longitude 98°35'21.904" W
Latitude 36.50568 N
Longitude 98.58942 W

State Plane NAD27 Y: 548613N
Oklahoma North Zone: X:1826766E

Operator: FAIRWAY RESOURCES OPERATING III, LLC Elevation: 1494'

Lease Name: BURSON Well No.: 1-33H

Topography & Vegetation: Cultivation

Alternate Location Stakes Set: No Good Drill Site? Yes

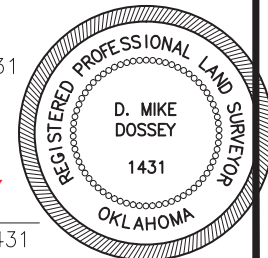
Best Accessibility to Location: From the North Line

Distance & Direction

from Hwy Jct or Town: From the Junction of U.S. Hwy. 281 & State Hwy. 45; Thence southeast along St. Hwy. 45 approx. 1 mile; Thence continuing along St. Hwy. 45 east 2 miles; Thence south 5 miles; Thence east 2 miles to the Northeast Corner of Section 4.

SURVEYOR'S CERTIFICATE:

I, D. MIKE DOSSEY, Registered Professional Land Surveyor, No. 1431 do hereby certify that the above described well location was carefully staked on the ground as shown and that all ties and distances shown are from existing lines of occupation.



PRELIMINARY

D. MIKE DOSSEY R.P.L.S. # 1431

JOB NO.:	1714122				
DATE:	08/14/17				
DRAWN BY:	N.J.S.	NO.	REVISION	DATE	BY