

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

API NUMBER: 151 24565

Approval Date: 05/22/2019

Expiration Date: 11/22/2020

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 35 Twp: 23N Rge: 14W County: WOODS
SPOT LOCATION: SE SW SE SE FEET FROM QUARTER: FROM SOUTH FROM EAST
SECTION LINES: 160 870

Lease Name: RITA JO Well No: 1-2H Well will be 160 feet from nearest unit or lease boundary.

Operator Name: FAIRWAY RESOURCES OPERATING III LLC Telephone: 8176019579 OTC/OCC Number: 23943 0

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

TRAVIS HEPNER
28078 NE COUNTY ROAD 2125
FREEDOM OK 73842

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

Name	Depth	Name	Depth
1 MISSISSIPPI	7200	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: 73470

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201902391
201902390

Special Orders:

Total Depth: 12500 Ground Elevation: 1301 **Surface Casing: 900** Depth to base of Treatable Water-Bearing FM: 170

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: 19-36647
H. SEE MEMO

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.

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

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? 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

HORIZONTAL HOLE 1

Sec 02 Twp 22N Rge 14W County WOODS

Spot Location of End Point: S2 SE SE SE

Feet From: SOUTH 1/4 Section Line: 150

Feet From: EAST 1/4 Section Line: 330

Depth of Deviation: 6600

Radius of Turn: 382

Direction: 178

Total Length: 5000

Measured Total Depth: 12200

True Vertical Depth: 7200

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

Notes:

Category

Description

DEEP SURFACE CASING

5/16/2019 - 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

5/16/2019 - 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

MEMO

5/16/2019 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201902390

5/22/2019 - GB1 - (E.O.) 2-22N-14W
X73470 MISS
1 WELL
NO OP. NAMED
REC. 4/30/2019 (M. PORTER)

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.

Category	Description
PENDING CD - 201902391	5/22/2019 - GB1 - (E.O.) 2-22N-14W X73470 MISS COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 330' FEL FARIWAY RESOURCES OPERATING III, LLC REC. 4/30/2019 (M. PORTER)
SPACING - 73470	5/22/2019 - GB1 - (640) 2-22N-14W EXT OTHERS EXT 52227 MISS, OTHERS

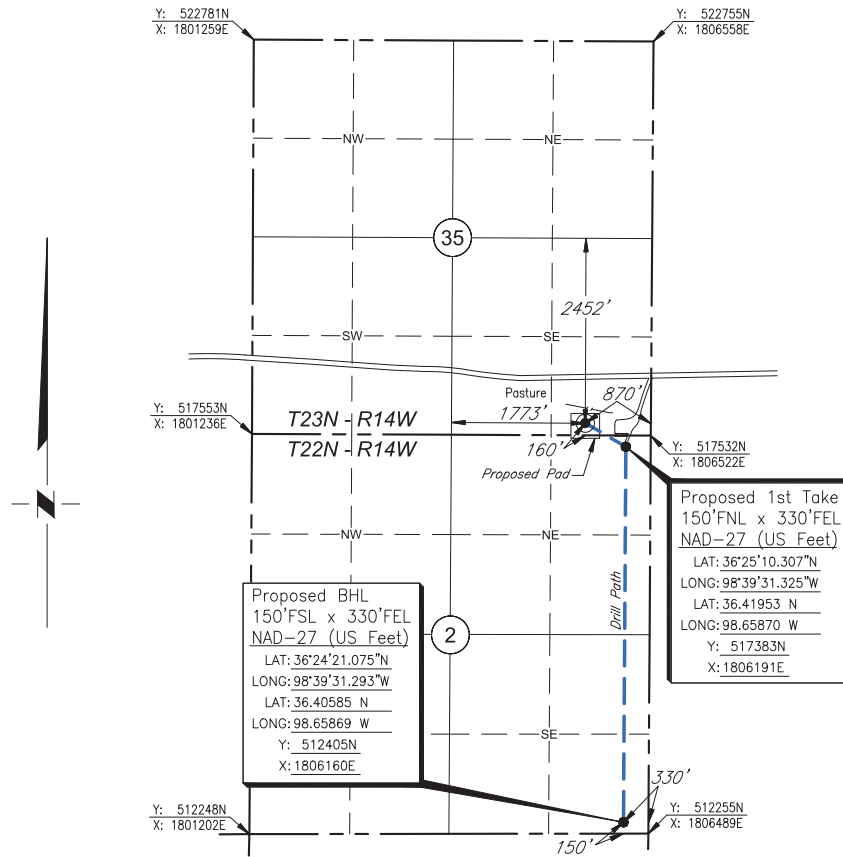
This permit does not address the right of entry or settlement of surface damages.
The duration of this permit is SIX MONTHS, except as otherwise provided by Rule 165: 10-3-1.
Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of the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



CIMARRON
SURVEYING & MAPPING CO.
C.A. No. 1780 Expires June 30, 2020

1530 SW 89TH STREET, Bldg. C3
OKLAHOMA CITY, OK
(405) 692-7348
CIMSURVEY.COM

WOODS County, Oklahoma
160'FSL - 870'FEL Section 35 Township 23N Range 14W I.M.



Scale: 1" = 2000' Date Staked: April 24, 2019

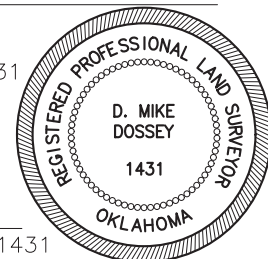
GPS Observation: Latitude 36°25'13.358" N
Longitude 98°39'37.933" W
Latitude 36.42038 N
Longitude 98.66054 W

State Plane NAD27 Y: 517695N
Oklahoma North Zone: X: 1805653E

Operator: FAIRWAY RESOURCES OPERATING III, LLC Elevation: 1301'
Lease Name: Rita Jo Well No.: 1-2H
Topography & Vegetation: Pasture
Alternate Location Stakes Set: No Good Drill Site? Yes
Best Accessibility to Location: From the East Line

Distance & Direction
from Hwy Jct or Town: From the town of Aline; Thence West approx. 10.5 miles;
Thence South approx. 4.5 miles; Thence Southwest along lease road approx. 2 miles to
location.

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.



JOB NO.:	190710				
DATE:	05/1/19				
DRAWN BY:	S.R.T.	NO.	REVISION	DATE	BY

PRELIMINARY

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