

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

API NUMBER: 087 22265

Approval Date: 08/16/2019  
Expiration Date: 02/16/2021

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 35 Twp: 5N Rge: 3W County: MCCLAIN  
SPOT LOCATION:  NE  SW  NW  SW FEET FROM QUARTER: FROM SOUTH FROM WEST  
SECTION LINES: 1969 352

Lease Name: ATLAS Well No: 35-5N-3W Well will be 352 feet from nearest unit or lease boundary.  
Operator Name: DAYLIGHT PETROLEUM LLC Telephone: 8002235609 OTC/OCC Number: 24225 0

DAYLIGHT PETROLEUM LLC  
4265 San Felipe Street, Suite 1100  
HOUSTON, TX 77027-2998

FRED & MARGARET MILLER  
20627 100TH ST.  
MAYSVILLE OK 73057

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

	Name	Depth	Name	Depth
1	HUNTON	7305	6	
2	VIOLA	7730	7	
3	1ST BROMIDE	8326	8	
4	MCLISH	9080	9	
5	OIL CREEK	9320	10	

Spacing Orders: 26757  
700628

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201903487  
201902287

Special Orders:

Total Depth: 9600 Ground Elevation: 957 **Surface Casing: 600** Depth to base of Treatable Water-Bearing FM: 300

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

PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

Chlorides Max: 3500 Average: 500

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 19-36836  
H. CLOSED SYSTEM=STEEL PITS (REQUIRED - CRINER CREEK)

Notes:

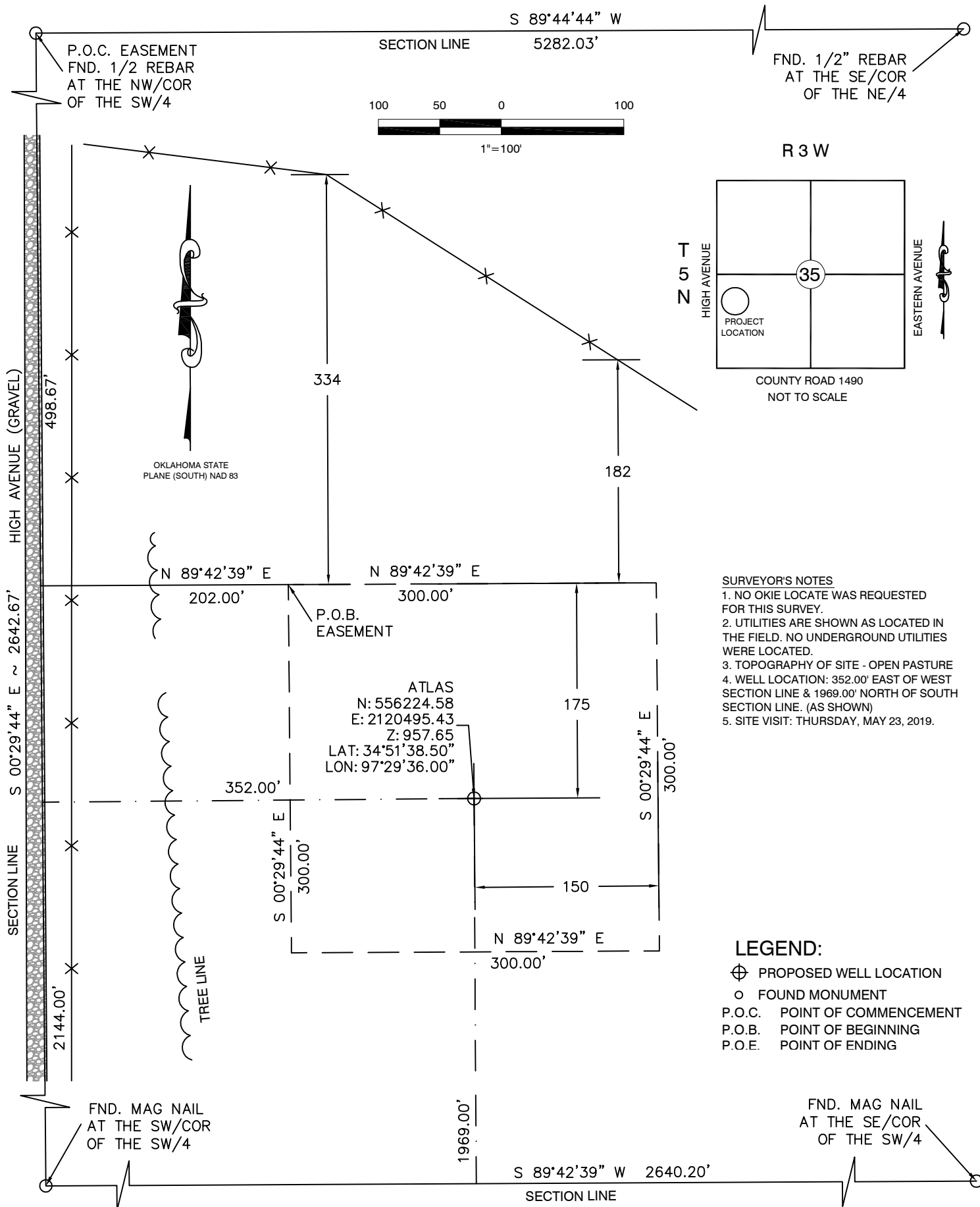
This permit does not address the right of entry or settlement of surface damages.  
The duration of this permit is SIX MONTHS, except as otherwise provided by Rule 165: 10-3-1.  
Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of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

Category	Description
DEEP SURFACE CASING	8/16/2019 - G56 - 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	7/30/2019 - 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: <a href="http://OCCEWEB.COM/OG/OGFORMS.HTML">OCCEWEB.COM/OG/OGFORMS.HTML</a> ; 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: <a href="http://FRACFOCUS.ORG">FRACFOCUS.ORG</a>
PENDING CD - 201902287	8/14/2019 - G56 - (I.O.) SW4 35-5N-3W X201903487 HNTN, VIOL, BRMD1, MCLS, OTHERS*** COMPL INT NCT 671 FNL, NCT 352 FWL NO OP NAMED  ***S/B X201903487 BRMD1, MCLS, OTHERS; X700628 HNTN, VIOL; WILL BE CORRECTED AT HEARING PER ATTORNEY FOR OPERATOR
PENDING CD - 201903487	8/14/2019 - G56 - (160) SW4 35-5N-3W VAC 23090/26757 SPLOC EXT 414780 BRMD1, MCLS, OTHERS
SPACING - 26757	8/14/2019 - G56 - (40) 35-5N-3W AMD 19573/VAR/25036 OLCK AS SEPERATE FROM SMPS EST OLCK
SPACING - 700628	8/14/2019 - G56 - (160) SW4 35-5N-3W EXT 414780 HNTN, VIOL

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.

087 22265 ATLAS 35-5N-3W

# WELL STAKE EXHIBIT



**SURVEYOR'S NOTES**

1. NO OKIE LOCATE WAS REQUESTED FOR THIS SURVEY.
2. UTILITIES ARE SHOWN AS LOCATED IN THE FIELD. NO UNDERGROUND UTILITIES WERE LOCATED.
3. TOPOGRAPHY OF SITE - OPEN PASTURE
4. WELL LOCATION: 352.00' EAST OF WEST SECTION LINE & 1969.00' NORTH OF SOUTH SECTION LINE. (AS SHOWN)
5. SITE VISIT: THURSDAY, MAY 23, 2019.

**LEGEND:**

- ⊕ PROPOSED WELL LOCATION
- FOUND MONUMENT
- P.O.C. POINT OF COMMENCEMENT
- P.O.B. POINT OF BEGINNING
- P.O.E. POINT OF ENDING

## ZIMMER RESOURCES, LLC

**ATLAS WELL PROPOSED EASEMENT:**  
 A proposed easement located in the Southwest Quarter (SW/4) of Section Thirty Five (35), Township Five (5) North, Range Three (3) West, Indian Meridian, McClain County, Oklahoma, more particularly described as follows:

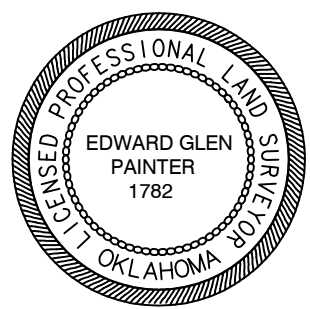
Commencing at the Northwest Corner of the SW/4; Thence S00°29'44"E, along the West line of the SW/4, a distance of 498.67 feet; Thence N89°42'39"E, parallel to the South line of the SW/4, a distance of 202.00 feet to the POINT OF BEGINNING; Thence continuing N89°42'39"E, parallel to the South line of the SW/4, a distance of 300.00 feet; Thence S00°29'44"E, parallel to the West line of the (SW/4), a distance of 300.00 feet; Thence S89°42'39"W, parallel to the South line of the SW/4, a distance of 300.00 feet; Thence N00°29'44"W, parallel to the West line of the (SW/4), a distance of 300.00 feet to the POINT OF BEGINNING.

This is to certify that this map or plat and the survey on which it is based we made in accordance with the "Oklahoma Minimum Standards" for the practice of Land Surveyors as adopted by the Oklahoma State Board of Registration for Professional Engineers and Land Surveyors.

I, Edward G. Painter, a Registered Professional Land Surveyor in the State of Oklahoma do hereby state that a careful survey of the property described above was made under my direct supervision and is correctly shown here-on.

*Edward G. Painter*

May 23, 2019



**ASK US ABOUT OUR OTHER SURVEYING SOLUTIONS!**  
 RIGHT OF WAY SURVEYS - ENGINEERING SURVEYS - ALTA SURVEYS - GEODETIC SURVEYS  
 CONTROL SURVEYS - TOPOGRAPHIC SURVEYS - CIVIL DRAFTING - PLSS SURVEYS - EASEMENTS  
 LAND DIVISION - LEGAL DESCRIPTIONS - CONSTRUCTION STAKING - HYDROGRAPHIC SURVEYS

CERTIFICATE OF AUTHORIZATION NO.: 7679 EXPIRES 06/30/2019 (LS)

3321 Outpost Circle  
 NORMAN, OK 73072  
 PH. (405) 662-4376  
 info@nssurveying.com