

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

API NUMBER: 019 26291

Approval Date: 04/13/2018

Expiration Date: 10/13/2018

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 26 Twp: 2S Rge: 2W

County: CARTER

SPOT LOCATION: ☐ SE ☐ SW ☐ SE ☐ NW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 165 1782

Lease Name: TOLBERT

Well No: 20

Well will be 165 feet from nearest unit or lease boundary.

Operator Name: BURTON PAUL LLC

Telephone: 5806576614

OTC/OCC Number: 11307 0

BURTON PAUL LLC
2435 DEESE RD
ARDMORE, OK 73401-5569

PAUL BURTON, LLC
2435 DEESE RD
ARDMORE OK 73401-

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

| | Name | Depth | Name | Depth |
|---|-------|-------|------|-------|
| 1 | DEESE | 900 | 6 | |
| 2 | | | 7 | |
| 3 | | | 8 | |
| 4 | | | 9 | |
| 5 | | | 10 | |

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 2000

Ground Elevation: 944

Surface Casing: 0

Depth to base of Treatable Water-Bearing FM: 930

Cement will be circulated from Total Depth to the Ground Surface on the Production Casing String.

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: No

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 2000 Average: 1500

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: 2

Liner not required for Category: 2

Pit Location is BED AQUIFER

Pit Location Formation: WELLINGTON

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

H. CBL REQUIRED

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 |
|------------------|--|
| ALTERNATE CASING | 3/22/2018 - G71 - APPROVED; (1) MUDDING UP PRIOR TO TD TO PROTECT SHALLOW SANDS & (2) COPY OF CBL NEEDS TO BE SUBMITTED TO THE TECHNICAL STAFF IMMEDIATELY. A COMPLETION ATTEMPT, IN CASES WHERE THE PROTECTION OF THE TREATABLE WATER IS QUESTIONABLE, IS STRICTLY PROHIBITED. RULE 165: 10-3-4 (D)(4)(C) |
| SPACING | 4/6/2018 - G56 - FORMATION UNSPACED, 90-ACRE LEASE (SW SE NW, W2 NW) |