API NUMBER: 137 27544

Disposal

Straight Hole

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

Approval Date:	12/10/2018
Expiration Date:	06/10/2020

PERMIT TO DRILL

WELL LOCATION: Sec: 36 Twp: 1S Rge: 9W					
SPOT LOCATION: SW NW NE NE	SECTION LINES:	UTH FROM WEST			
	214				
Lease Name: SCHOOL LAND	Well No: 14		Well will be 495	feet from nearest unit or lease boundary.	
Operator JONES OIL COMPANY LLC (THE) Name:		Telephone: 5802559400	OTC/O	CC Number: 1161 0	
JONES OIL COMPANY LLC (THE) 16 S 9TH ST STE 302		СОММІ	ISSIONERS OF THE I	_AND OFFICE	
		204 NO	204 NORTH ROBINSON, STE 900		
DUNCAN, OK 73533-4995		OKLAHOMA CITY OK		OK 73102	
Formation(s) (Permit Valid for Listed Formation Name	Depth	Name		Depth	
1 ARMSTRONG	2850	6 7			
2		8			
4		9			
5		10			
Spacing Orders: No Spacing	Location Exception Orde	ers:	Increased [Increased Density Orders:	
Pending CD Numbers:			Special Orders:		
Total Depth: 3600 Ground Elevation: 112	Surface Cas	sing: 240	Depth to base o	Treatable Water-Bearing FM: 190	
Under Federal Jurisdiction: No	Fresh Water Supply Well Drilled: No			Surface Water used to Drill: Yes	
PIT 1 INFORMATION		Approved Method f	for disposal of Drilling Fluids:		
Type of Pit System: ON SITE					
Type of Mud System: WATER BASED		D. One time land application (REQUIRES PERMIT) PERMIT NO: 18-3579			
Chlorides Max: 5000 Average: 3000					
Is depth to top of ground water greater than 10ft below bas	e 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					

Notes:

Pit Location Formation:

GARBER

Category Description

HYDRAULIC FRACTURING 11/8/2018 - 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

SPACING 11/8/2018 - G71 - N/A - DISPOSAL WELL