API NUMBER: 045 23722

Oil & Gas

Horizontal Hole

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

Approval Date: 01/17/2018 07/17/2018 **Expiration Date**

21043 0

PERMIT TO DRILL

WELL LOCATION: Sec: Twp: 20N Rge: 25W County: ELLIS FEET FROM QUARTER: SPOT LOCATION: NW NORTH FROM WEST NW NE ll NE SECTION LINES: 267 2207 Lease Name: YOUNG 27 Well No: 5H

Well will be 267 feet from nearest unit or lease boundary.

JONES ENERGY LLC Operator Telephone: 5123282953 Name:

OTC/OCC Number:

JONES ENERGY LLC 807 LAS CIMAS PKWY STE 350 AUSTIN. TX 78746-6193

RICHARD & LINDA OBLANDER REVOCABLE TRUST

PO BOX 247

SHATTUCK OK 73858

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

Name Depth Name Depth CLEVELAND 1 8410 6 2 7 3 8 4 9 5 10 65115 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201708455 Special Orders:

201708453

Total Depth: 12833 Ground Elevation: 2480 Surface Casing: 740 Depth to base of Treatable Water-Bearing FM: 690

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-33696

H. SEE MEMO Chlorides Max: 8000 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

is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Wellhead Protection Area?

Pit Location is BED AQUIFER Pit Location Formation: OGALLALA

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 BED AQUIFER
Pit Location Formation: OGALLALA

HORIZONTAL HOLE 1

Sec 27 Twp 20N Rge 25W County **ELLIS** SW Spot Location of End Point: E2 SE SF Feet From: SOUTH 1/4 Section Line: 330 Feet From: WEST 2612 1/4 Section Line:

Depth of Deviation: 7760 Radius of Turn: 650 Direction: 177

Total Length: 4052

Measured Total Depth: 12833

True Vertical Depth: 8410

End Point Location from Lease,
Unit, or Property Line: 330

Notes:

MEMO

Category Description

HYDRAULIC FRACTURING

1/12/2018 - 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

1/12/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201708453 1/17/2018 - G60 - 27-20N-25W

X65115 CLVD 2 WELLS NO OP. NAMED REC. 1/8/18 (JACKSON)

PENDING CD - 201708455 1/17/2018 - G60 - (I.O.) 27-20N-25W

X65115 CLVD

COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 2630' FEL

NO OP. NAMED REC. 1/8/18 (JACKSON)

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.

045 23722 YOUNG 27 5H

Category Description

SPACING - 65115

1/17/2018 - G60 - (640) 27-20N-25W EXT 64184 CLVD, OTHERS

