API NUMBER: 045 23721

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
Expiration Date: 07/17/2018

PERMIT TO DRILL

WELL LOCATION:	Sec:	27	Twp:	20N	Rge:	25W	1	County:	ELLIS	3		
SPOT LOCATION:	NE	NE	NV	٧	NW		FEET FROM QUA	ARTER:	FROM	NORTH	FROM	WEST
							SECTION LINES:	:		250		1250
Lease Name: \	OUNG 27	7						Wel	II No:	3H		

Well will be 250 feet from nearest unit or lease boundary.

Operator JONES ENERGY LLC Telephone: 5123282953 OTC/OCC Number: 21043 0

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
1	CLEVELAND	8400	6	
2			7	
3			8	
4			9	
5			10	
Spacing Orders:	65115	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: 201708454 Special Orders:

201708453

Total Depth: 13005 Ground Elevation: 2457 **Surface Casing: 730** Depth to base of Treatable Water-Bearing FM: 680

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 D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-33695
Chlorides Max: 8000 Average: 5000
H. SEE MEMO

Chlorides Max: 8000 Average: 5000 H. SEE ME
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

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: SE SE SW Feet From: SOUTH 1/4 Section Line: 165 Feet From: WEST 1/4 Section Line: 1230

Depth of Deviation: 7750 Radius of Turn: 650 Direction: 181

Total Length: 4234

Measured Total Depth: 13005

True Vertical Depth: 8400

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

MEMO

Category Description

HYDRAULIC FRACTURING

1/9/2018 - 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

1/9/2018 - 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 - 201708454 1/17/2018 - G60 - (I.O.) 27-20N-25W

X65115 CLVD

COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 1230' FWL

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 23721 YOUNG 27 3H

Category Description

SPACING - 65115

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

