PI NUMBER: 051 24442 izontal Hole Oil & Gas	OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION P.O. BOX 52000 OKLAHOMA CITY, OK 73152-2000 (Rule 165:10-3-1)			N Approval Date: 08/17/2018 Expiration Date: 02/17/2019
	<u>P</u>	ERMIT TO DRI	<u>_L</u>	
NELL LOCATION: Sec: 07 Twp: 9N Rge:	7W County: GRADY			
	FEET FROM QUARTER: FROM	ORTH FROM E	AST	
	SECTION LINES: 25	50 14	40	
Lease Name: MATHESON 7-9-7	Well No: 1	н		Well will be 250 feet from nearest unit or lease boundary
Operator JONES ENERGY LLC Name:		Telephone: 5123	282953	OTC/OCC Number: 21043 0
JONES ENERGY LLC 807 LAS CIMAS PKWY STE 350			MATHESO	N FARM LLC.
		773 COUNTY STR		TY STREET 2810
AUSTIN, TX	78746-6193		MINCO	OK 73059
1 MISSISSIPPI LIME 2 WOODFORD 3 HUNTON 4 5 Spacing Orders: 671705	12220 12373 12473 Location Exception Or	6 7 8 9 10		Increased Density Orders:
98732				
Pending CD Numbers: 201806342				Special Orders:
Total Depth: 17030 Ground Elevation:	1404 Surface Ca	asing: 1500		Depth to base of Treatable Water-Bearing FM: 430
Under Federal Jurisdiction: No	Fresh Water St	upply Well Drilled:	٩o	Surface Water used to Drill: Yes
PIT 1 INFORMATION		Appro	ved Method for dis	sposal of Drilling Fluids:
Type of Pit System: CLOSED Closed System Means	s Steel Pits			
Type of Mud System: WATER BASED		D. O	ne time land applic	ation (REQUIRES PERMIT) PERMIT NO: 18-343
Chlorides Max: 5000 Average: 3000				STEEL PITS PER OPERATOR REQUEST
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				
Category of Pit: C Liner not required for Category: C				

GRADY Sec 07 Twp 9N Rge 7W County Spot Location of End Point: \$2 SE SE SE Feet From: SOUTH 1/4 Section Line: 165 Feet From: EAST 1/4 Section Line: 330 Depth of Deviation: 11472 Radius of Turn: 382 Direction: 170 Total Length: 4958 Measured Total Depth: 17030 True Vertical Depth: 12473 End Point Location from Lease. Unit. or Property Line: 165 Notes: Description Category DEEP SURFACE CASING 8/1/2018 - G71 - APPROVED: NOTIFY OCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR SURFACE CASING 8/1/2018 - G71 - OCC 165:10-3-10 REQUIRES: HYDRAULIC FRACTURING 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 PENDING CD - 201806342 8/17/2018 - G57 - (E.O.) 7-9N-7W X98732/107705 MSSLM X671705 WDFD, HNTN COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 330' FEL NO OP. NAMED REC 8-17-2018 (P. PORTER) **SPACING - 107705** 8/17/2018 - G57 - CONFIRMED ORDER NO. 98732 MSSLM, OTHERS SPACING - 671705 8/10/2018 - G57 - (640)(HOR) 7-9N-7W VAC 101031 HNTN EST WDFD, HNTN POE TO BHL (WDFD) NCT 165' FNL & FSL, NCT 330' FEL & FWL POE TO BHL (HNTN) NCT 660' FB **SPACING - 98732** 8/10/2018 - G57 - (640) 7-9N-7W EST MSSLM, OTHERS

HORIZONTAL HOLE 1

API NUMBER: 000 00000	OIL & GAS CO P.O OKLAHOMA	PORATION COMMISSION NSERVATION DIVISION . BOX 52000 CITY, OK 73152-2000 e 165:10-3-1)	Approval Date: 8 - 10 - 2019 Expiration Date: 8 - 17 - 2018			
	DED					
WELL LOCATION: Sec: 07 Twp: 9N ope: SPOT LOCATION: NE NE NW N			for for	t unit or lease boundary.		
Operator JONES ENERGY LLC Name:	ntent	lephon t 5123282953 DI	DTC/OCC Number:	21043 0		
JONES ENERGY LLC						
807 LAS CIMAS PKWY STE 350		MATHESON FARM LLC				
AUSTIN, TX	78746-6193	773 COUNTY ST	773 COUNTY STREET 2810			
		MINCO	OK 73	3059		
Formation(s) (Permit Valid for Listed Name 1 MISSISSIPPI. LIME 2 WOODFORD 3 HVNTON 4 5 99732 Spacing Orders: 671705	Formations Only): Depth 12220 12373 12473 Location Exception Orders	Name 6 7 8 9 10	Depth			
Pending CD Numbers:			Special Orders:			
E.O. 20180V342 LE Total Depth: 17030 Ground Elevation Under Federal Jurisdiction: No	: 1404 Surface Casin Fresh Water Suppl			Bearing FM: 430		
		D. One time land application –	(REQUIRES PERMIT)	PERMIT NO: 18-34397		
		CLOSED SYSTEM =	STEEL PITS PER	OPERATOR REQUEST		
Sec 07 Twp 9N Rge 7W Spot Location of End Point: S2 S Feet From: SOUTH 1/4 Section L Feet From: EAST 1/4 Section L Depth of Deviation: 1147-2 Radius of Turn: 382 Direction: 170 Total Length: 1956	ine: 165	Expiration Date:	ARY AUTHORIZ TO DRILL 08-17-2018 70 MCG. fr 1 DAC 165: 10-3-1 (L)	Ingraia Turger		
Measured Total Depth: 17030 True Vertical Depth: 12380 End Point Location from Lease, Unit, or Property Line: 165 This permit does not address the right o		25. PIT INFORMATION A. WATER BASEDB.MM C. PIT TYPE = CLOSED 240-1 A. CLOSED PITS E. ND END G. ND	D CHLORIDE LOWTE	FER C. NU D.YES		

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.

Application for Intent to Drill

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.

000 00000 MATHESON 7-9-7 1H

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