API NUMBER: 103 24745

Oil & Gas

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:	08/24/2018
Expiration Date:	02/24/2019

PERMIT TO DRILL

WELL LOCATION: Sec: 36 Twp: 24N Rge: 2W	County: NOBLE					
SFOT LOCATION. LZ SL SL NL		OUTH FROM WEST				
SE	CTION LINES: 33	0 2425				
Lease Name: GRACE	Well No: 10	5	Well will be 2	215 feet from nearest	unit or lease boundary.	
Operator DONRAY PETROLEUM LLC Name:		Telephone: 4054184348; 405	54184 O	TC/OCC Number:	21690 0	
DONRAY PETROLEUM LLC 2525 NW EXPRESSWAY STE 640 OKLAHOMA CITY, OK 73	112-7230	204 NO	IISSIONERS OF T DRTH ROBINSON HOMA CITY		102	
Formation(s) (Permit Valid for Listed Formation	Depth	Name		Depth		
1 HOOVER 2	2020	6 7				
3		8				
4		9				
5		10				
Spacing Orders: No Spacing	Location Exception Or	ders:	Increased Density Orders:			
Pending CD Numbers:			Spec	cial Orders:		
Total Depth: 2300 Ground Elevation: 961	Surface Ca	sing: 210	Depth to base of Treatable Water-Bearing FM: 160			
Under Federal Jurisdiction: No	Fresh Water Su	apply Well Drilled: No	No Surface Water used to Drill: No			
PIT 1 INFORMATION		Approved Method	for disposal of Drilling F	Fluids:		
Type of Pit System: ON SITE						
Type of Mud System: WATER BASED		D. One time land	One time land application (REQUIRES PERMIT) PERMIT NO: 18-34993			
Chlorides Max: 4000 Average: 2000						
Is depth to top of ground water greater than 10ft below base of	f 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						

Notes:

Category Description

SPACING

HYDRAULIC FRACTURING 8/22/2018 - 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

8/23/2018 - G57 - FORMATION UNSPACED; LEASE OUTLINE 80-ACRES E2 NE4 36-24N-2W PER

ITD

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.