API NUMBER: 049 25148 A Directional Hole Oil & Gas	OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION P.O. BOX 52000 OKLAHOMA CITY, OK 73152-2000 (Rule 165:10-3-1)			Approval Date: 07/20/2017 Expiration Date: 01/20/2018	
Amend reason: ADD FORMATION, CORRECT SURFACE LOCATION & FORMATION DEPTHS	AME	ND PERMIT TO	DRILL		
WELL LOCATION: Sec: 03 Twp: 1N Rge: 3W SPOT LOCATION: NW SE SW SE	FEET FROM QUARTER: FROM		EST 2		
Lease Name: G. I. FERGUSON	Well No:	2-3	Well will	be 420 feet from nearest unit or lease bou	undary.
Operator IRON STAR ENERGY LLC Name:		Telephone: 91893	386069	OTC/OCC Number: 23355 0	
IRON STAR ENERGY LLC PO BOX 163793 AUSTIN, TX	78716-3793		PAUL FERGUSON 28116 HIGHWAY 7 FOSTER	6 OK 73434	
			FUSTER	UK 75454	
Formation(s) (Permit Valid for Listed Form Name 1 PONTOTOC 2 DORNICK HILLS 3 PRIMROSE 4 GODDARD 5 CANEY Spacing Orders: ⁶⁵⁶¹⁷⁸	nations Only): Depth 3349 5152 5600 6158 7772 Location Exception O	6 7 8 9 10 Drders: 656906	Name SYCAMORE WOODFORD HUNTON SYLVAN VIOLA	Depth 8141 8347 9065 10021 10190 Increased Density Orders:	
176475 Pending CD Numbers: 201706067				Special Orders:	
Total Depth: 11050 Ground Elevation: 966	Surface C	Casing: 1060	De	pth to base of Treatable Water-Bearing FM: 1010	C
Under Federal Jurisdiction: No	Fresh Water	Supply Well Drilled: N	ło	Surface Water used to Drill: Yes	
PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means St Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000		D. Or	ved Method for disposal of D ne time land application (R .OSED SYSTEM=STEEL PI		17-32890
Is depth to top of ground water greater than 10ft below bas Within 1 mile of municipal water well? N	e of pit? Y		CTIONAL HOLE 1		
Wellhead Protection Area? N		Sec		Rge 3W County GARVIN	
Pit is located in a Hydrologically Sensitive Area.					
Category of Pit: C		•	Location of End Point		
Liner not required for Category: C		Feet I		1/4 Section Line: 160	
Pit Location is BED AQUIFER	Feet	Feet From: WEST 1/4 Section Line: 770			
Pit Location Formation: WELLINGTON		Meas	ured Total Depth: 1	1050	
		True	Vertical Depth: 1100	00	
			Point Location from Le		
			Unit, or Property Line	: 160	

Notes:

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.

Category	Description
HYDRAULIC FRACTURING	7/17/2017 - G58 - OCC 165:10-3-10 REQUIRES: 1) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS BE REPORTED TO FRACFOCUS USING THE FOLLOWING LINK HTTP://FRACFOCUS.ORG/ WITH NOTICE GIVEN 48 HOURS IN ADVANCE OF FRACTURING TO THE LOCAL OCC DISTRICT OFFICE; AND, 2) PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE ALSO GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE
LOCATION EXCEPTION - 656906	11/14/2017 - G75 - (I.O.) S2 SE4 3-1N-3W X176475 SCMR X656178 PNTC, DKHL, PRMR, GDRD, CNEY, WDFD, HNTN, SLVN, VIOL, OTHER ENTRY/EXIT NCT 160' TO SL, NCT 770' TO WL IRON STAR ENERGY, LLC 10-13-2016 (WELL SPUD 7-22-2017)
PENDING CD - 201706067	11/14/2017 - G75 - S2 SE4 3-1N-3W X176475 SCMR 1 WELL NO OP. NAMED REC 10-17-2017 (MCKEOWN)
SPACING - 176475	11/14/2017 - G75 - (160/80) SE4 3-1N-3W LD NE/SW EST (160) OTHER EXT (80) 151430 SCMR
SPACING - 656178	7/20/2017 - G75 - (80) S2 SE4 3-1N-3W LD SW4 SE4 NCT 330' FB EXT 649055 PNTC, DKHL, PRMR, GDRD, CNEY, WDFD, HNTN, SLVN, VIOL, OTHERS