API NUMBER: 087 22090

Straight 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:	11/17/2017
Expiration Date:	05/17/2018

PERMIT TO DRILL

WELL LOCATION: Sec: 31 Twp: 5N Rge: 3W County: MCCLAIN

SPOT LOCATION: N2 S2 SW NW FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 2080 660

Lease Name: JJ HARRISON Well No: 1-31 Well will be 560 feet from nearest unit or lease boundary.

Operator RED ROCKS OIL & GAS OPERATING LLC Telephone: 4056003065 OTC/OCC Number: 22649 0

RED ROCKS OIL & GAS OPERATING LLC 1141 N ROBINSON AVE STE 301

OKLAHOMA CITY, OK 73103-4919

HARRISON INVESTMENT CO 1 & 2

PO BOX 336

LINDSAY OK 73052

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

Name Depth Name Depth HARAGAN 1 8720 6 2 HENRYHOUSE 8840 7 CHIMNEY HILL 8990 8 3 9285 VIOLA 9 SIMPSON (ABOVE OIL CREEK) 9925 10 338918 Spacing Orders: Location Exception Orders: Increased Density Orders: 668241 41614

Pending CD Numbers: Special Orders:

Total Depth: 11120 Ground Elevation: 962 **Surface Casing: 1000** Depth to base of Treatable Water-Bearing FM: 270

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

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
Chlorides Max: 5000 Average: 3000

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-33342

H. SEE MEMO

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?

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

Notes:

Category Description

DEEP SURFACE CASING 11/1/2017 - 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

HYDRAULIC FRACTURING 11/1/2017 - 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

INCREASED DENSITY - 668241 11/3/2017 - G58 - W2 NW4 31-5N-3W

X338918 VIOL X41614 SPAOC 1 WELL

RED ROCKS OIL & GAS OPERATING, LLC

9/18/2017

MEMO 11/1/2017 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 338918 11/3/2017 - G58 - (80) NW4 31-5N-3W SU NE/SW

EST HRGN, HNRS, CMNL

EXT 213511 VIOL

SPACING - 41614 11/3/2017 - G58 - (80) N2 31-5N-3W SU CENTER (1960) NE/SW (1971)

VAC 19573 SMPS EST SPAOC

WATERSHED STRUCTURE 11/3/2017 - G58 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION

WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (405)

527-3452 PRIOR TO DRILLING