

OKLAHOMA CORPORATION COMMISSION
OIL & GAS CONSERVATION DIVISION
P.O. BOX 52000
OKLAHOMA CITY, OK 73152-2000
(Rule 165:10-3-1)

API NUMBER: 051 24281

Approval Date: 02/14/2018

Expiration Date: 08/14/2018

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 27 Twp: 10N Rge: 7W

County: GRADY

SPOT LOCATION: ☐ SW ☐ SE ☐ SW ☐ SW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 300 950

Lease Name: SPRUCE 27-10-7

Well No: 1H

Well will be 300 feet from nearest unit or lease boundary.

Operator Name: JONES ENERGY LLC

Telephone: 5123282953

OTC/OCC Number: 21043 0

JONES ENERGY LLC
807 LAS CIMAS PKWY STE 350
AUSTIN, TX 78746-6193

EB DANCER LLC
802 SOUTH FLOOD AVENUE
NORMAN OK 73069

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

	Name	Depth	Name	Depth
1	MISSISSIPPIAN	10745	6	
2	WOODFORD	11445	7	
3			8	
4			9	
5			10	

Spacing Orders: 669323

Location Exception Orders: 671425

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 16005

Ground Elevation: 1280

Surface Casing: 1500

Depth to base of Treatable Water-Bearing FM: 340

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

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 18-33919

H. SEE MEMO

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 27 Twp 10N Rge 7W County GRADY

Spot Location of End Point: N2 NW NW NW

Feet From: NORTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 330

Depth of Deviation: 10312

Radius of Turn: 477

Direction: 355

Total Length: 4944

Measured Total Depth: 16005

True Vertical Depth: 16000

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

Additional Surface Owner	Address	City, State, Zip
JOHN C SWINEFORD		,
THOMAS D SWINEFORD, TRUSTEE		,

Notes:

Category

Description

DEEP SURFACE CASING

2/9/2018 - 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

HYDRAULIC FRACTURING

2/9/2018 - 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

LOCATION EXCEPTION - 671425

2/14/2018 - G58 - (I.O.) 27-10N-7W
X658260 MSSP, WDFD
COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 330' FWL
JONES ENERGY, LLC
12/22/2017

This permit does not address the right of entry or settlement of surface damages.

051 24281 SPRUCE 27-10-7 1H

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
MEMO	2/9/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT
SPACING - 669323	2/14/2018 - G58 - (640)(HOR) 27-10N-7W VAC 107705 CSTR, MSSLM VAC 586297 WDFD EXT 658260 MSSP, WDFD COMPL. INT. (MSSP) NLT 660' FB COMPL. INT. (WDFD) NLT 165' FNL & FSL, NLT 330' FWL & FEL

JONES Well Location Plat

Sec. 27-10N-7W I.M.

Operator: JONES ENERGY, LTD.

Lease Name and No.: SPRUCE 27-10-7 1H

Footage: 300' FSL - 950' FWL GR. ELEVATION: 1280'

Section: 27 Township: 10N Range: 7W I.M.

051-24281

County: Grady State of Oklahoma

Terrain at Loc.: Location fell in open, cultivated field.



0' 500' 1000' 1500'

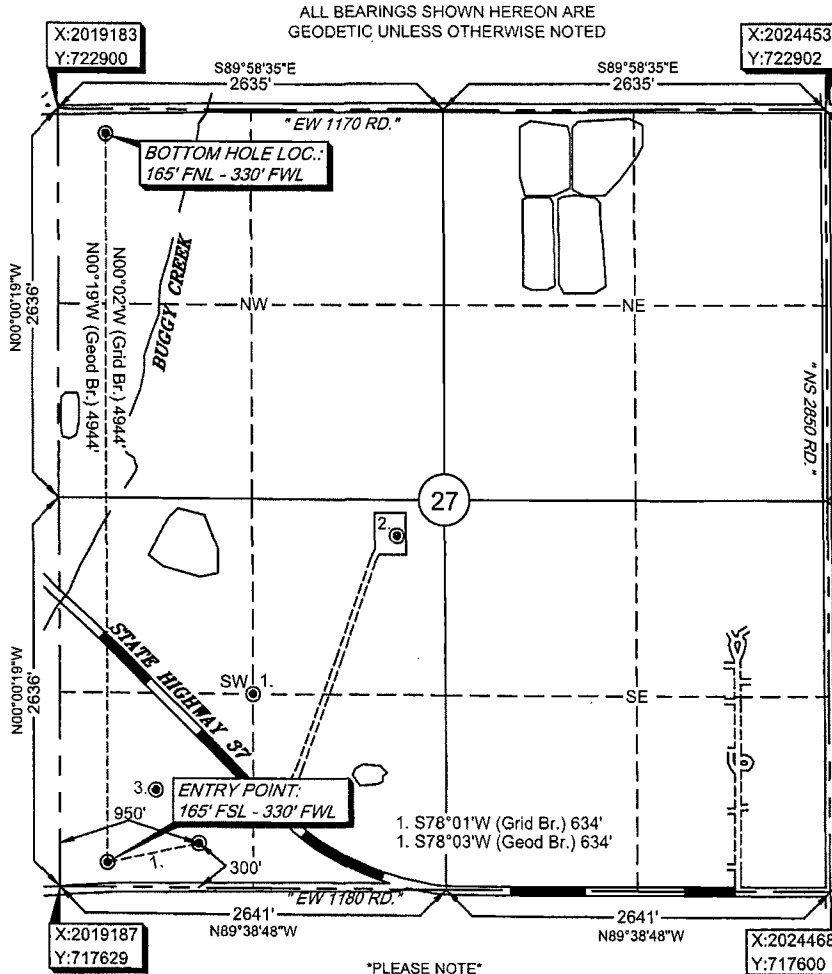
1"=1000'

GPS DATUM
NAD 27
OK SOUTH ZONE

Surface Hole Loc.:
Lat: 35°18'21.74"N
Lon: 97°55'57.06"W
X: 2020137
Y: 717924

Entry Point:
Lat: 35°18'20.44"N
Lon: 97°56'04.54"W
X: 2019517
Y: 717792

Bottom Hole Loc.:
Lat: 35°19'09.34"N
Lon: 97°56'04.55"W
X: 2019513
Y: 722736



PLEASE NOTE
EXISTING WELL DATA SHOWN HEREON WAS
FURNISHED FROM THE OCC WEBSITE AND WAS NOT
SURVEYED OR VERIFIED ON THE GROUND

1. OTC/OCC N/A GOOD 1 1320' FNL - 1320' FEL (SW/4) OCC STATUS: PA	2. STAMPS BROTHERS OIL & GAS GOOD FARMS 1-27 2400' FSL - 2310' FWL (SW/4) OCC STATUS: AC	3. WESTERN OIL & GAS GOOD 1-27 660' FSL - 660' FWL (SW/4) OCC STATUS: AC
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Quarter Section distances may be assumed from a Government Survey Plat or assumed at a proportionate distance from opposing section corners, or occupation thereof, and may not have been measured on-the-ground, and further, does not represent a true boundary survey. Please note that this location was staked on the ground under the supervision of a Licensed Professional Land Surveyor, but the accuracy of this survey is not guaranteed. Please contact Arkoma Surveying and Mapping promptly if any inconsistency is determined. GPS data is observed from RTK - GPS.

NOTE: X and Y data shown hereon for Section Corners may NOT have been surveyed on-the-ground, and further, does NOT represent a true Boundary Survey.

survey and plat by,
Arkoma Surveying and Mapping, PLLC
P.O. Box 238 Wilburton, OK 74578
Ph. 918-465-5711 Fax 918-465-5030
Certificate of Authorization No. 5348
Expires June 30, 2018

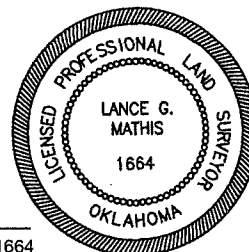
Certification:

This is to certify that this Well Location Plat represents the results of a survey made on the ground performed under the supervision of the undersigned.

Lance G. Mathis
LANCE G. MATHIS

08/10/17

OK LPLS 1664



Invoice #7244-A-A

Date Staked: 08/03/17

By: C.K.

Date Drawn: 08/08/17

By: C.K.