| PI NUMBER: 085 21300<br>light Hole Oil & Gas                   | OIL & GAS<br>OKLAHO  | CORPORATION COMMISS<br>CONSERVATION DIVISIOI<br>P.O. BOX 52000<br>MA CITY, OK 73152-2000<br>Rule 165:10-3-1) |  |
|--|----------------------|--|--|
|  | E                    | PERMIT TO DRILL  |  |
|  |                      |  |  |
| WELL LOCATION: Sec: 28 Twp: 6S Rge: 3                          | 3W County: LOVE      |  |  |
|  |                      | IORTH FROM WEST  |  |
|  | SECTION LINES: 1     | 980 1980   |  |
| Lease Name: BRUSHY MOUNTAIN                                    | Well No: 1           | -28  | Well will be 660 feet from nearest unit or lease boundary. |
| Operator JONES L E OPERATING INC<br>Name:                      |                      | Telephone: 5802551191  | OTC/OCC Number: 19169 0                                    |
| JONES L E OPERATING INC  |                      | SHANNO   |  |
| PO BOX 1185  |                      |  | IN GLEN HANKINS  |
| DUNCAN, OK   | 73534-1185           |  | 6TH STREET   |
|  |                      | TULSA  | OK 74133   |
| 2 SANDERS 6<br>3<br>4<br>5<br>Second Orders: 169198            | 7150                 | 7<br>8<br>9<br>10  |  |
| Spacing Orders: 109196   | Location Exception O | rders: 686055  | Increased Density Orders:                                  |
| Pending CD Numbers:  |                      |  | Special Orders:  |
| Total Depth: 8000 Ground Elevation: a                          | B50 Surface Ca       | asing: 220   | Depth to base of Treatable Water-Bearing FM: 170           |
| Under Federal Jurisdiction: No                                 | Fresh Water S        | upply Well Drilled: No   | Surface Water used to Drill: No                            |
| PIT 1 INFORMATION  |                      | Approved Method for  | disposal of Drilling Fluids:                               |
| Type of Pit System: ON SITE<br>Type of Mud System: WATER BASED |                      | A. Evaporation/dewa  | ater and backfilling of reserve pit.                       |
| Chlorides Max: 3500 Average: 2500                              |                      |  |  |
| Is depth to top of ground water greater than 10ft below I      | base of pit? Y       |  |  |
| Within 1 mile of municipal water well? N                       |                      |  |  |
| Wellhead Protection Area? N                                    |                      |  |  |
| Pit <b>is</b> located in a Hydrologically Sensitive Area.      |                      |  |  |
| Category of Pit: 2   |                      |  |  |
| Liner not required for Category: 2                             |                      |  |  |
| Pit Location is BED AQUIFER                                    |                      |  |  |
| Pit Location Formation: OSCAR                                  |                      |  |  |

Notes:

| Category                    | Description   |  |  |
|-----------------------------|---|--|--|
| HYDRAULIC FRACTURING        | 1/28/2019 - G71 - OCC 165:10-3-10 REQUIRES:   |  |  |
|                             | 1) PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS FOR HORIZONTAL<br>WELLS, NOTICE GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH<br>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<br>WELLS TO BOTH THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES, USING THE<br>"FRAC NOTICE FORM" FOUND AT THE FOLLOWING LINK:<br>OCCEWEB.COM/OG/OGFORMS.HTML; AND, |  |  |
|                             | 3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS<br>TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE<br>HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG                 |  |  |
| LOCATION EXCEPTION - 686055 | 2/27/2019 - G58 - (F.O.) E2 NW4 28-6S-3W<br>X169198 CECL, SDRS6, OTHERS<br>660' FSL, 660' FWL OF E2 NW4 28-6S-3W<br>NO OP. NAMED<br>11/5/2018   |  |  |
| SPACING - 169198            | 2/27/2019 - G58 - (80) 28-6S-3W SU NE/SW<br>EXT 158013/160822 CECL, SDRS6, OTHERS   |  |  |