API NUMBER: 085 21309

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:	07/17/2019
Expiration Date:	01/17/2021

PERMIT TO DRILL

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WELL LOCATION: Sec: 31	Twp: 6S Rge: 1W	County: LOVE	.			
SPOT LOCATION: SE NE		ROM QUARTER: FROM	SOUTH FROM	WEST		
	SECTION	ON LINES:	1995	1140		
Lease Name: NORTH PIKE SA	ANDERS UNIT	Well No:	10-2	Well w	vill be 1140 feet from nearest unit or lease boundary.	
Operator JONES L E (Name:	PPERATING INC		Telephone: 58	802551191	OTC/OCC Number: 19169 0	
JONES L E OPERATI	NG INC			DAN THOMAS		
DUNCAN,	OK 7353	34-1185		26548 GARNET		
,				BURNEYVILLE	OK 73430	
Name SANDERS 3 4 5	alid for Listed Formatio	ns Only): Depth 7405	6 7 8 9 1		Depth	
Spacing Orders: 662476		Location Exception	Orders:		Increased Density Orders:	
Pending CD Numbers:					Special Orders:	
Total Depth: 7800	Ground Elevation: 825	Surface	Casing: 740		Depth to base of Treatable Water-Bearing FM: 690	
Under Federal Jurisdiction: N	0	Fresh Water	Supply Well Drilled:	No	Surface Water used to Drill: No	
PIT 1 INFORMATION			Ap	proved Method for disposal of	of Drilling Fluids:	
Type of Pit System: CLOSED (Closed System Means Steel Pi	ts				
Type of Mud System: WATER E	ASED					
Chlorides Max: 5000 Average: 3000				H. CLOSED SYSTEM=STEEL PITS (REQUIRED - SIMON CREEK)		
Is depth to top of ground water gre Within 1 mile of municipal water w		it? Y	5 —	Haul to Commercial soil farr 15698	ning facility: Sec. 23 Twn. 7S Rng. 3W Cnty. 85 Order No:	
Wellhead Protection Area? N	ically Canaltina Area					
Pit is located in a Hydrolog Category of Pit: C	iicaliy Sensitive Area.					
Liner not required for Category:	С					
Dit Location is ALLUVIAL	-					

Notes:

Pit Location Formation: ALLUVIUM

Category Description

SPACING - 662476

HYDRAULIC FRACTURING 6/19/2019 - 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

7/15/2019 - GB6 - (UNIT) W2, SE4, S2 NW4 NE4, SW4 NE4, NW4 SE4 NE4, S2 SE4 NE4 31-6S-1W

EST NORTH PIKE SANDERS UNIT FOR SDRS

WATERSHED STRUCTURE 6/19/2019 - G71 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (580)

223-5865 PRIOR TO DRILLING