API NUMBER: 049 25351

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

Approval Date:	09/07/2021
Expiration Date:	03/07/2023

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION:	Section:	32	Township:	1N R	ange: 3W	County: C	GAR\	VIN							
SPOT LOCATION:	SW NW	SW	NE	FEET FROM QU	ARTER: FROM	SOUTH	FRO	DM WEST							
				SECTION	LINES:	701		157							
Lease Name:	TUSSY DEESE	UNIT			Well No	: PN 5			Well w	ill be	2150	feet from	nearest uni	t or leas	se boundary.
Operator Name:	STEPHENS &	JOHNSON	OPERATI	ING CO	Telephone	94072321	166; 9	9407165376				ОТО	C/OCC Nun	nber:	19113 0
STEPHENS 8	& JOHNSON	OPER/	ATING C	0				SJOC LAND							
PO BOX 2249	9							811 6TH ST STE	300						
WICHITA FALLS, TX 76307-2249							WICHITA FALLS				TX	76301			
	•							***************************************				170	70001		
							-								
Formation(s)	(Permit Val	id for Lis		mations Onl	y):										
Name			Code		Depth										
1 DEESE			404DE	ESS	2236										
Spacing Orders:	75567				Location Exce	eption Orders	s: 	No Exceptions			Inc	reased De	nsity Orders:	No	Density
Pending CD Numbers: No Pending Working interest own				nterest owner	rs' no	otified: ***				Spe	ecial Orders:	No	Special		
Total Depth: 2776 Ground Elevation: 938 Surface Casing:				Casing:	0		[Depth to	base o	of Treatable	Water-Bear	ing FM:	1030		
Alternate Casi	Alternate Casing Program														
Cement will b	e circulated	by use	of a two	o-stage cer	nenting to	ol from	11	130 to 0 .							
Under	Federal Jurisdict	ion: No					Ţ.	Approved Method for d	isposal o	of Drillin	ng Fluic	ds:			T
Fresh Water Supply Well Drilled: No				A. Evaporation/dewater and backfilling of reserve pit.											
Surface	e Water used to D	Orill: No													
								H. (Other)		(CBL RE	QUIRED			
PIT 1 INFOR	MATION							Category o	of Pit: 2						
Type of Pit System: ON SITE					Liner not required for Category: 2										
Type of Mud System: WATER BASED				Pit Location is: BED AQUIFER											
Chlorides Max: 50	-							Pit Location Forma	ition: G	ARBER	2				
1	top of ground wa	_		elow base of pi	t? Y										
Within 1 r	mile of municipal														
Die I-	Wellhead Prote														
Pit <u>is</u> lo	ocated in a Hydro	ologically S	ensitive Are	ea.											
	<u> </u>			<u> </u>											<u> </u>

NOTES:

Category	Description
ALTERNATE CASING	[9/1/2021 - GC2] - APPROVED; (1) MUD UP PRIOR TO TD TO PROTECT SHALLOW SANDS, (2) DV TOOL TO BE SET AT 100' BELOW BTW, & (3) COPY OF CBL NEEDS TO BE SUBMITTED TO THE TECHNICAL STAFF IMMEDIATELY. A COMPLETION ATTEMPT, IN CASES WHERE THE PROTECTION OF THE TREATABLE WATER IS QUESTIONABLE, IS STRICTLY PROHIBITED. RULE 165: 10-3-4 (D)(4)(C)
HYDRAULIC FRACTURING	[9/1/2021 - GC2] - OCC 165:10-3-10 REQUIRES:
	1) NOTICE SHALL BE GIVEN AT LEAST 5 BUSINESS DAYS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS ON A HORIZONTAL WELL TO OPERATORS PRODUCING WELLS WITHIN 1 MILE OF THE COMPLETION INTERVAL OF THE SUBJECT WELL. THE NOTICE TO SUCH OPERATORS SHALL CONTAIN THE INFORMATION IN FORM 6000NOO. IF THE HYDRAULIC FRACTURING OPERATIONS SCHEDULE CHANGES AFTER NOTICE HAS BEEN PROVIDED, RESULTING IN A DELAY OF OPERATIONS OF MORE THAN 5 DAYS FROM THE INITIAL NOTICE, NEW NOTICE IS REQUIRED TO BE GIVEN; 2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS. FORM 6000NHF SHALL BE USED AND IS FOUND AT THIS LINK: OCCEWEB.COM/OG/OGFORMS.HTML; AND,
	3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS IS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION OF HYDRAULIC FRACTURING OPERATIONS, FOUND AT FRACFOCUS.ORG
SPACING - 75567	[9/7/2021 - GC2] - (UNIT) NE4 32-1N-3W EST TUSSY DEESE UNIT FOR DEESS
SURFACE CASING	[9/1/2021 - GC2] - IF USING ALTERNATE CASING A DV TOOL MUST BE USED PER ORDER 66888

