

API NUMBER: 139 23755 A

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

Approval Date: 03/23/2020
Expiration Date: 09/23/2021

Straight Hole Oil & Gas

PERMIT TO RECOMPLETE

WELL LOCATION: Section: 18 Township: 2N Range: 13EC County: TEXAS

SPOT LOCATION: C SE SE NW FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 330 2310

Lease Name: SE FREEMAN RANCH Well No: 18 #1 Well will be 2310 feet from nearest unit or lease boundary.
Operator Name: MERIT ENERGY COMPANY Telephone: 9726281569 OTC/OCC Number: 18934 0

MERIT ENERGY COMPANY
13727 NOEL RD STE 1200
DALLAS, TX 75240-7312

FREEMAN FAMILY RANCH
P.O.BOX 589
TEXHOMA OK 73949

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

	Name	Code	Depth
1	TORONTO	406TRNT	4360
2	MORROW	402MRRW	6210

Spacing Orders: 205858

Location Exception Orders: No Exceptions

Increased Density Orders: No Density Orders

Pending CD Numbers: No Pending

Special Orders: 84318

Total Depth: 6800

Ground Elevation: 3378

Surface Casing: 1737 IP

Depth to base of Treatable Water-Bearing FM: 390

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

Approved Method for disposal of Drilling Fluids:

NOTES:

Category	Description
HYDRAULIC FRACTURING	3/17/2020 - 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
SPACING - 113332	3/20/2020 - G56 - (640) 18-2N-13ECM EST TRNT, MRRW, OTHERS

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

The duration of this permit is 18 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.

139 23755 SE FREEMAN RANCH 18 #1