

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

API NUMBER: 139 24173 A

Approval Date: 09/18/2019  
Expiration Date: 03/18/2021

Straight Hole Oil & Gas

PERMIT TO RECOMPLETE

WELL LOCATION: Sec: 36 Twp: 6N Rge: 15ECM County: TEXAS

SPOT LOCATION:     FEET FROM QUARTER: FROM SOUTH FROM WEST  
SECTION LINES: 1253 1390

Lease Name: SWAIN UNIT Well No: 3-36 Well will be 1390 feet from nearest unit or lease boundary.

Operator Name: SCOUT ENERGY MANAGEMENT LLC

Telephone: 9722771397

OTC/OCC Number: 23138 0

SCOUT ENERGY MANAGEMENT LLC  
4901 LBJ FWY STE 300  
DALLAS, TX 75244-6107

JOHN A. KENNEDY  
ROUTE 3, BOX 51B  
HOOKER OK 73945

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

Name	Depth	Name	Depth
1 GUYMON-HUGOTON	2580	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: 17867

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201904601

Special Orders:

Total Depth: 3320 Ground Elevation: 3170 Surface Casing: 746 IP Depth to base of Treatable Water-Bearing FM: 670

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

HYDRAULIC FRACTURING

Description

8/9/2019 - 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](http://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](http://FRACFOCUS.ORG)

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

139 24173 SWAIN UNIT 3-36

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.

PENDING CD - 201904601

9/18/2019 - GC2 - (E.O.) 36-6N-15ECM  
X143591 CCGV\*\*\*  
1 WELL  
SCOUT ENERGY MANAGEMENT, LLC  
HEARING 9-23-2019

\*\*\*S/B X17867 GYHG; WILL BE AMENDED AT HEARING PER ATTORNEY FOR OPERATOR

SPACING - 17867

8/30/2019 - GC2 - (640) 36-6N-15ECM  
EST GYHG