

API NUMBER: 137 27614

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

Approval Date: 08/18/2020

Expiration Date: 02/18/2022

Straight Hole

Oil & Gas

**PERMIT TO DRILL**

WELL LOCATION: Section: 23 Township: 1S Range: 5W County: STEPHENS

SPOT LOCATION: ☐ SW ☐ SW ☐ NW ☐ SE FEET FROM QUARTER: FROM SOUTH FROM WEST  
SECTION LINES: 1390 165

Lease Name: JONES QUINN

Well No: 26

Well will be 165 feet from nearest unit or lease boundary.

Operator Name: SOUTHERLAND JOE DON dba TAYLOR OIL

Telephone: 5808607805

OTC/OCC Number: 19583 0

SOUTHERLAND JOE DON dba TAYLOR OIL CO  
PO BOX 188  
VELMA, OK 73491-0188

TURNER BIFFLE  
PO BOX 564  
VELMA OK 73491

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

Name	Code	Depth
1 PERMIAN	459PRMN	150

Spacing Orders: No Spacing

Location Exception Orders: No Exceptions

Increased Density Orders: No Density Orders

Pending CD Numbers: 202001280

Special Orders: No Special Orders

Total Depth: 1000

Ground Elevation: 0

Surface Casing: 0

Depth to base of Treatable Water-Bearing FM: 160

Alternate Casing Program

**Cement will be circulated from Total Depth to the Ground Surface on the Production Casing String.**

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

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

H. CBL REQUIRED

**PIT 1 INFORMATION**

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 1000 Average: 150

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? N

Wellhead Protection Area? N

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: 2

Liner not required for Category: 2

Pit Location is: BED AQUIFER

Pit Location Formation: PURCELL

NOTES:

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.

Category	Description
HYDRAULIC FRACTURING	<p>6/12/2020 - G71 - OCC 165:10-3-10 REQUIRES:</p> <p>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;</p> <p>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: <a href="http://OCCWEB.COM/OG/OGFORMS.HTML">OCCWEB.COM/OG/OGFORMS.HTML</a>; AND,</p> <p>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: <a href="http://FRACFOCUS.ORG">FRACFOCUS.ORG</a></p>
PENDING CD - 202001280	<p>8/18/2020 - G56 - (I.O.) 23-1S-5W X165:10-1-21 PRMN MAY BE CLOSER THAN 300' TO JONES-QUINN #7 WELL NO OP NAMED REC 8/17/2020 (THOMAS)</p>
SPACING	6/16/2020 - G56 - FORMATION UNSPACED; 100-ACRE LEASE (S2 NW4 SE4, S2 SE4)

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