API NUMBER: 017 25467  Parizontal Hole Oil & Gas	OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION P.O. BOX 52000 OKLAHOMA CITY, OK 73152-2000 (Rule 165:10-3-1)	Approval Date: 06/03/2019 Expiration Date: 12/03/2020
	PERMIT TO DRILL	
WELL LOCATION: Sec: 06 Twp: 12N Rge: 7V SPOT LOCATION: SE NE SE SW	V County: CANADIAN  FEET FROM QUARTER: FROM SOUTH FROM WEST  SECTION LINES: 850 2344	
Lease Name: PNOENIX 7-12-7	Well No: 1WH Well w	
Operator JONES ENERGY LLC Name:	Telephone: 5123282953	OTC/OCC Number: 21043 0
JONES ENERGY LLC 807 LAS CIMAS PKWY STE 350 AUSTIN, TX	JONES ENERGY SUITE 350 807 LAS CIMAS AUSTIN	
Formation(s) (Permit Valid for Listed For Name  1 WOODFORD 2 3 4	Depth Name 10396 6 7 8	Depth
5 Spacing Orders:	10  Location Exception Orders:	Increased Density Orders:
Pending CD Numbers: 201902665 201902666		Special Orders:
Total Depth: 16556 Ground Elevation: 13	Surface Casing: 1500	Depth to base of Treatable Water-Bearing FM: 310
Under Federal Jurisdiction: No	Fresh Water Supply Well Drilled: No	Surface Water used to Drill: Yes
PIT 1 INFORMATION  Type of Pit System: CLOSED Closed System Means Strype of Mud System: WATER BASED  Chlorides Max: 5000 Average: 3000  Is depth to top of ground water greater than 10ft below be Within 1 mile of municipal water well? N  Wellhead Protection Area? N  Pit is not located in a Hydrologically Sensitive Area.  Category of Pit: C  Liner not required for Category: C  Pit Location is NON HSA  Pit Location Formation: BLAINE	D. One time land application H. SEE MEMO	
( )	12/2019 CKC	

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

The duration of this permit is SIX 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.

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 300000 Average: 200000

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is NON HSA
Pit Location Formation: BLAINE

## **HORIZONTAL HOLE 1**

Sec 07 Twp 12N Rge 7W County CANADIAN

Spot Location of End Point: SE SW SW SE
Feet From: SOUTH 1/4 Section Line: 165
Feet From: EAST 1/4 Section Line: 2250

Depth of Deviation: 10206 Radius of Turn: 900 Direction: 177 Total Length: 4936

Measured Total Depth: 16556

True Vertical Depth: 10591

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

COMPLETION INTERVAL 5/31/2019 - G56 - COMPLETION INTERVAL IN THE WOODFORD FORMATION WILL BE NCT 165'

FNL/FSL, NCT 330' FEL/FWL PER OPERATOR

DEEP SURFACE CASING 2/15/2019 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF

CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR

SURFACE CASING

HYDRAULIC FRACTURING 2/15/2019 - 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

MEMO 2/15/2019 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201902665 5/31/2019 - G56 - (320)(HOR) E2 7-12N-7W

EST WDFD, OTHERS

COMPL INT (WDFD) NCT 165' FNL/FSL, NCT 330' FEL/FWL

REC 5/28/2019 (MOORE)

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is SIX 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.

017 25467 PHOENIX 7-12-7 1WH

Category Description

WATERSHED STRUCTURE

6/3/2019 - G56 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (405) 224-0523 PRIOR TO DRILLING

## JONES Well Location Plat Operator: JONES ENERGY, LTD. S.H.L. Sec. 6-12N-7W I.M. B.H.L. Sec. 7-12N-7W I.M. Lease Name and No.: PHOENIX 7-12-7 1WH Footage: 850' FSL - 2344' FWL Gr. Elevation: 1348' Section: 6 Township: 12N Range: 7W I.M. County: Canadian State of Oklahoma Terrain at Loc.: Location fell in flat open pasture. 1" = 1320 X:2005645 Y:200651 S89°47'57\*E GPS DATUM NAD 27 X:2008277 Y:200647 X:2002989 Y:200664 T12N-R7 OK NORTH ZONE Surface Hole Loc.: Lat: 35°32'21.14"N LOT 2 LOT 1 Lon: 97°58'54.67"W Lat: 35.53920602 Lon: -97,98185260 X: 2005399 Y: 196277 Entry Point: LOT 5 Lat: 35°32'11.04"N Lon: 97°58'47.30"W Lat: 35.53640072 X:2003028 Y:198084 6 X:2008267 Y:198022 Lon: -97.97980642 X: 2006008 Y: 195256 "N COUNTRY LOT 6 Bottom Hole Loc.: Lat: 35°31'22.23"N Lon: 97°58'47,55"W Lat: 35.52284037 Lon: -97.97987466 g X: 2005989 S30°48'E-1189' (Geod) S30°49'E-1189' (Grid) Y: 190320 N89°34'16'W N89°18'21"W ~2627 X:2003067 Y:195444 "RTE, 66/SUNSI DR. LOT 1 N00\*09'41"E X:2003060 Y:192808 LOT 3 LAKE EL RENO X:2003054 Y:190160 X:2008238 Y:190143 4'46'W PROFESSIONAL PROFESSIONAL Arkoma Surveying and Mapping, PLLC P.O. Box 238 Wilburton, OK 74578 Ph. 918-465-5711 Fax 918-465-5030 Certification: This is to certify that this Well Location Plat represents LANCE G. the results of a survey made on the ground performed under the supervision of the undersigned. MATHIS Certificate of Authorization No. 5348 Expires June 30, 2020 1664 Invoice #7768-C-A Date Staked: 12/11/18 Date Drawn: 12/13/18 Date Staked: 12/11/18 By: D.K. Date Drawn: 12/13/18 By: E.W. Rev. LP & BHL: 05/08/19 By: C.K. OKLAHOMA TLAHOMA 05/31/19 LANCE G. MATHIS OK LPLS 1664