

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

API NUMBER: 087 22012 A

Approval Date: 08/14/2020
Expiration Date: 02/14/2022

Straight Hole Oil & Gas

PERMIT TO RECOMPLETE

WELL LOCATION: Section: 32 Township: 5N Range: 4W County: MCCLAIN

SPOT LOCATION: SW NE NW SW FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 2051 827

Lease Name: MCFALL Well No: 1-32 Well will be 827 feet from nearest unit or lease boundary.
Operator Name: RED ROCKS OIL & GAS OPERATING LLC Telephone: 4056003065 OTC/OCC Number: 22649 0

RED ROCKS OIL & GAS OPERATING LLC
1321 N ROBINSON AVE STE A
OKLAHOMA CITY, OK 73103-4821

LARRY MCFALL
10410 COUNCIL AVENUE
LINDSAY OK 73052

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

| | Name | Code | Depth |
|---|--------------------------|----------|-------|
| 1 | SYCAMORE | 352SCMR | 9700 |
| 2 | HUNTON (LS CHIMNEY HILL) | 269HTLCH | 10055 |
| 3 | CHIMNEY HILL | 251CMNL | 10500 |
| 4 | VIOLA | 202VIOL | 10750 |

Spacing Orders: 629321
37171

Location Exception Orders: 629864

Increased Density Orders: No Density Orders

Pending CD Numbers: No Pending

Special Orders: No Special Orders

Total Depth: 12200 Ground Elevation: 1074 Surface Casing: 1041 IP Depth to base of Treatable Water-Bearing FM: 250

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

Approved Method for disposal of Drilling Fluids:

NOTES:

| Category | Description |
|-----------------------------|--|
| HYDRAULIC FRACTURING | 8/14/2020 - GC2 - 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 |
| LOCATION EXCEPTION - 629864 | 8/14/2020 - GC2 - (F.O.) W2 SW4 32-5N-4W X37171 CMNL X629321 SCMR, HTLCH, VIOL XOTHER 589' FNL, 493' FEL RED ROCKS OIL & GAS OPERATING LLC 8-29-2014 |
| SPACING - 37171 | 8/14/2020 - GC2 - (80) 32-5N-4W SU NE/SW EST CMNL |

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.

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.