

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

API NUMBER: 103 24549

Approval Date: 07/12/2013  
Expiration Date: 01/12/2014

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 20 Twp: 22N Rge: 2W County: NOBLE  
SPOT LOCATION:  E2  SW  SE  NE FEET FROM QUARTER: FROM SOUTH FROM EAST  
SECTION LINES: 330 944

Lease Name: SCHULTZ Well No: 3 Well will be 330 feet from nearest unit or lease boundary.  
Operator Name: DAVIS GARRY OIL LLC Telephone: 5806285129 OTC/OCC Number: 19505 0

DAVIS GARRY OIL LLC  
P.O. Box 40  
TOKAWA, OK 74653-0040

PETE SCHULTZ  
16401 CR 30  
BILLINGS OK 74630-

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

	Name	Depth	Name	Depth	
1	LAYTON	3884	6	WOODFORD	4942
2	BIG LIME	4403	7	MISENER	4980
3	RED FORK	4804	8	SYLVAN	5028
4	MISSISSIPPI LIME	4848	9	VIOLA	5030
5	MISSISSIPPI CHAT	4890	10		

Spacing Orders: 212377

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 5200

Ground Elevation: 973

**Surface Casing: 350**

Depth to base of Treatable Water-Bearing FM: 300

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: Yes

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 5000 Average: 3000

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: 1B

Liner required for Category: 1B

Pit Location is BED AQUIFER

Pit Location Formation: WELLINGTON

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

H. SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER

Notes:

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.

103 24549 SCHULTZ 3

Category	Description
SPACING	7/11/2013 - G30 - WOODFORD AND SYLVAN UNSPACED, 80 ACRE LEASE (S2 NE4)
SPACING - 212377	7/11/2013 - G30 - (40) 20-22N-2W EXT 44244/150319 SKNR EXT 161787 BGLM, LYTN, RDFK, OTHERS EXT 183504 MSSCT, MSSLM, MSNR EST VIOL, OTHERS

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.