

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

API NUMBER: 125 23822

Approval Date: 09/13/2013
Expiration Date: 03/13/2014

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 32 Twp: 8N Rge: 4E County: POTTAWATOMIE
SPOT LOCATION: C NW SW SE FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 990 330

Lease Name: WILSIE Well No: 32-1 Well will be 330 feet from nearest unit or lease boundary.

Operator Name: SHARBER BILLY JACK OPERATING LLC Telephone: 4053825740 OTC/OCC Number: 21553 0

SHARBER BILLY JACK OPERATING LLC
P.O. Box 71
KONAWA, OK 74849-0071

WESLEY ROSS WILSIE
31230 OLD HIGHWAY 18
MACOMB OK 74852

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

Name	Depth	Name	Depth
1 CALVIN	2100	6 VIOLA	4200
2 THURMAN	2500	7 SIMPSON DOLOMITE	4260
3 EARLSBORO	3750	8 WILCOX	4350
4 WOODFORD	3920	9	
5 HUNTON	4050	10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201305237

Special Orders:

Total Depth: 4400 Ground Elevation: 0 **Surface Casing: 210** Depth to base of Treatable Water-Bearing FM: 150

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: 8000 Average: 5000

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: OSCAR

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

Additional Surface Owner Address City, State, Zip
DARRYL G. WILSIE 19702 PERSIMMON LANE TECUMSEH, OK 74873

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.

Category	Description
PENDING CD - 201305237	9/13/2013 - G75 - (40) S2 SE4 32-8N-4E VAC 65511 ERLB, MSRH, VIOL, DLMT, WLCX1 S2 SE4 EXT 570746 ERLB, HNTN, VIOL, SMPSD, WLCX EST WDFD, OTHERS REC 8-27-2013 (STUCK)
SPACING	9/13/2013 - G75 - CALVIN, THURMAN UNSPACED; 40-ACRE LEASE (SW4 SE4)

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125 23822 WILSIE 32-1