API NUMBER: 085 21206

Oil & Gas

Straight Hole

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

Approval Date: 01/09/2014 Expiration Date: 07/09/2014

PERMIT TO DRILL

		<u>. =</u>		
ELL LOCATION: Sec: 29 Twp: 7S Rge: 2W	County: LOV	E		
OF LOOKHON. OW OW NAME OF	QUARTER: FROM	SOUTH FROM	EAST	
SECTION LI	INES:	1510	2594	
Lease Name: NORTH LEON UNIT	Well No:	11-3		Well will be 1510 feet from nearest unit or lease boundary
Operator JONES L E OPERATING INC Name:		Telephone: 58	02551191	OTC/OCC Number: 19169 0
JONES L E OPERATING INC			LUCY M.	CARLILE
PO BOX 1185			P.O. BOX	52
DUNCAN, OK 73534-	1185		LEON	OK 73441
	Depth 6900	6 7 8 9		Depth
000500	Location Exception			Increased Density Orders:
acing Orders.	Location Exception	Orders:		Special Orders:
nding CD Numbers:				Special Orders.
Total Depth: 7300 Ground Elevation: 889	Surface	Casing: 640		Depth to base of Treatable Water-Bearing FM: 590
Under Federal Jurisdiction: No	Fresh Wate	r Supply Well Drilled:	No	Surface Water used to Drill: No
T 1 INFORMATION		Ар	proved Method for	disposal of Drilling Fluids:
rpe of Pit System: ON SITE rpe of Mud System: WATER BASED		A	Evaporation/dewa	ter and backfilling of reserve pit.
Idelihead Protection Area? N Verage: 3000 Average: 3000 Average	Υ	н	SOIL COMPACTE	ED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL PIT LINER
it is located in a Hydrologically Sensitive Area.				

Notes:

Category of Pit: 1B

Liner required for Category: 1B

Pit Location is AP/TE DEPOSIT

Pit Location Formation: TERRA

Category Description

FRAC FOCUS

1/9/2014 - G71 - THE REQUIREMENT FOR CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS WILL BE EXTENDED TO INCLUDE ALL NON-HORIZONTAL WELLS FOR HYDRAULIC FRACTURING OPERATIONS BEGINNING JANUARY 1, 2014. REFER TO OCC RULE 165:10-3-10 FOR COMPLIANCE REQUIREMENTS. PLEASE REPORT DIRECTLY TO FRACFOCUS USING THE FOLLOWING LINK HTTP://FRACFOCUS.ORG/ OR FOR OCC

ASSISTANCE CONTACT DENNIS NISKERN AT 405-522-2977 OR D.NISKERN@OCCEMAIL.COM

1/9/2014 - G30 - (UNIT) NW4 & W2 NE4 & SE4 NE4 & NW4 SW4 & E2 SW4 & SE4 29-7S-2W **SPACING - 399593**

EST NORTH LEON UNIT FOR TYLR