API NUMBER: 045 23564

Oil & Gas

Horizontal Hole

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

Approval Date: 01/23/2015 07/23/2015 Expiration Date:

290 feet from nearest unit or lease boundary.

21043 0

OTC/OCC Number:

PERMIT TO DRILL

WELL LOCATION: Sec: Twp: 20N Rge: 26W County: ELLIS FROM FEET FROM QUARTER: SPOT LOCATION: SOUTH FROM EAST sw sw ll sw SE SECTION LINES: 290 2548 Lease Name: KELLN 14 Well No: 5H JONES ENERGY LLC Operator Telephone: 5123282953 Name:

> **GARY DON DEPRIEST** RT. 2. BOX 100C

Approved Method for disposal of Drilling Fluids:

H. SEE MEMO

Well will be

SHATTUCK OK 73858

JONES ENERGY LLC 807 LAS CIMAS PKWY STE 350 AUSTIN. TX 78746-6193

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

| Name Depth | Name | Depth |
|-----------------------------------|--------------------------|----------------------------------|
| 1 CLEVELAND 8089 | 6 | |
| 2 | 7 | |
| 3 | 8 | |
| 4 | 9 | |
| 5 | 10 | |
| Spacing Orders: 555582 Location B | Exception Orders: 625436 | Increased Density Orders: 625782 |

Pending CD Numbers: Special Orders:

Total Depth: 12964 Ground Elevation: 2391 Surface Casing: 630 Depth to base of Treatable Water-Bearing FM: 580

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

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?

located in a Hydrologically Sensitive Area.

Category of Pit: 1B Liner required for Category: 1B Pit Location is BED AQUIFER Pit Location Formation: OGALLALA

A. Evaporation/dewater and backfilling of reserve pit. D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 15-29467

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 located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: OGALLALA

HORIZONTAL HOLE 1

Sec 14 Twp 20N Rge 26W County **ELLIS** SE Spot Location of End Point: NW SW SW Feet From: SOUTH 1/4 Section Line: 500 Feet From: EAST 1/4 Section Line: 2518

Depth of Deviation: 7439
Radius of Turn: 650
Direction: 179

Total Length: 4504

Measured Total Depth: 12964

True Vertical Depth: 8219

End Point Location from Lease,
Unit, or Property Line: 500

Notes:

Category Description

INCREASED DENSITY - 625782 1/20/2015 - G75 - 14-20N-26W

X122784 CLVD ** 3 WELLS ++ JONES ENERGY, LLC

5-21-2014

 ** S/B X555582 CLVD; NUNC PRO TUNC HAS BEEN PREPARED BY ATTORNEY FOR OPERATOR

AND A COPY REVIEWED BY OCC

++ ALLOWABLE SECTION & LAST PARAGRAPH OF ORDER HAVE 1 WELL; NUNC PRO TUNC HAS BEEN PREPARED BY ATTORNEY FOR OPERATOR AND A COPY REVIEWED BY OCC

LOCATION EXCEPTION - 625436 1/20/2015 - G75 - (I.O.) 14-20N-26W

X122784 CLVD **

FIRST PERF NCT 330 FNL, NCT 1320 FEL LAST PERF NCT 500 FSL, NCT 1320 FEL

JONES ENERGY, LLC

5-14-2014

** S/B X555582 CLVD; TO BE CORRECTED AT HEARING FOR FINAL ORDER LOCATION

EXCEPTION PER ATTORNEY FOR OPERATOR

MEMO 1/16/2015 - G71 - PIT 1 - SOIL COMPACTED PIT, NOTIFY DISTRICT PRIOR TO TESTING SOIL

PIT LINER; PIT 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, OBM TO

VENDOR, OBM CUTTINGS PER DISTRICT

SPACING - 555582 1/20/2015 - G75 - (640) 14-20N-26W

VAC 322273 CLVD EXT 185772 CLVD

(KELLN 1-14 IS UNIT WELL)

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.

045 23564 KELLN 14 5H

