

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

API NUMBER: 105 41230

Approval Date: 02/23/2015
Expiration Date: 08/23/2015

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 23 Twp: 29N Rge: 15E County: NOWATA
SPOT LOCATION: C SE NE SW FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 1650 2310

Lease Name: BEARD Well No: 1B Well will be 330 feet from nearest unit or lease boundary.
Operator Name: CLINDCO INC Telephone: 9183350182 OTC/OCC Number: 12232 0

CLINDCO INC
1920 S E GLYNNWOOD DR
BARTLESVILLE, OK 74006-6213

J. RANDALL PARSONS
RT. 1
SOUTH COFFEYVILLE OK 74072

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

	Name	Depth	Name	Depth
1	OSWEGO	500	6	
2	BARTLESVILLE	875	7	
3	RIVERTON	1057	8	
4			9	
5			10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 1100 Ground Elevation: 741 **Surface Casing: 160** Depth to base of Treatable Water-Bearing FM: 40

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: AIR

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

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: 4

Liner not required for Category: 4

Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

Mud System Change to Water-Based or Oil-Based Mud Requires an Amended Intent (Form 1000).

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
FRAC FOCUS	2/19/2015 - 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
SPACING	2/20/2015 - G75 - FORMATIONS UNSPACED; 80-ACRE LEASE (E2 SW4)
SURFACE LOCATION	2/23/2015 - G75 - SE4 NE4 SW4 23-29N-15E PER OPERATOR

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