		OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION			N	Approval Date: 02/24/2015		
API NUMBER: 121 24732		P.O. BOX 52000 OKLAHOMA CITY, OK 73152-200				Expiration Date:	08/24/2015	
rizontal Hole Oil &	Gas	(Rule 165:10-3-1)						
			PERMIT TO DE	RILL				
WELL LOCATION: Sec: 16	Twp: 7N Rge: 17E	County: PITTS	BURG					
			SOUTH FROM	EAST				
	SE	CTION LINES:	305	1345				
Lease Name: DAVENPORT		Well No:	2-16H		Well will be	305 feet from neare	st unit or lease boundary	
Operator PETROQU Name:	JEST ENERGY LLC		Telephone: 33	72327028; 9185615	C	OTC/OCC Number:	21466 0	
PETROQUEST ENE	RGYLLC							
	LOOM RD STE 6000			ELLEN W OGDEN				
				22313 E ST	ATE HWY 3	31		
LAFAYETTE,	LA 70	508-8523		QUINTON		OK 7	4561	
1 CANEY 2 MAYES 3 WOODFORD 4 HUNTON 5		7800 8000 8125 8195	6 7 8 9 10					
Spacing Orders: 576651 108723		Location Exception Orders:			Increased Density Orders:			
-	00207 00208				Spe	ecial Orders:		
Total Depth: 13784	Ground Elevation: 671	Surface (Casing: 1500		Depth to	base of Treatable Wate	r-Bearing FM: 140	
Under Federal Jurisdiction:	No	Fresh Water	Supply Well Drilled:	No		Surface Water u	sed to Drill: No	
PIT 1 INFORMATION		Approved Method for disposal of Drilling Fluids:						
Type of Pit System: ON SITE			A. Evaporation/dewater and backfilling of reserve pit.					
Type of Mud System: AIR			В.	Solidification of pit co	ments.			
Is depth to top of ground water Within 1 mile of municipal wate Wellhead Protection Area?	of pit? Y		E. Haul to Commercial pit facility: Sec. 19 Twn. 8N Rng. 5E Cnty. 125 Order No: 274874 H. SEE MEMO					
Pit is located in a Hydro	logically Sensitive Area.							
Category of Pit: 4								
Liner not required for Catego	ry: 4							
Pit Location is ALLUVIAL								
Pit Location Formation: AL	LUVIUM							

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

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.

 PIT 2 INFORMATION

 Type of Pit System:
 CLOSED Closed System Means Steel Pits

 Type of Mud System:
 WATER BASED

 Chlorides Max: 8000 Average: 5000
 Is

 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
 C

Pit Location is ALLUVIAL
Pit Location Formation: ALLUVIUM

PIT 3 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 ALLUVIAL Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 16 Twp 7N Rge 17E County PITTSBURG Spot Location of End Point: NW NW NW NE Feet From: NORTH 1/4 Section Line: 1 Feet From: EAST 1/4 Section Line: 2590 Depth of Deviation: 7625 Radius of Turn: 754 Direction: 358 Total Length: 4974 Measured Total Depth: 13784 True Vertical Depth: 8195 End Point Location from Lease, Unit, or Property Line: 1

Category DEEP SURFACE CASING

MEMO

Notes:

Description

2/24/2015 - G64 - APPROVED CONTINGENT ON NOTIFYING OCC FIELD STAFF IMMEDIATELY OF ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR SURFACE CASING

2/24/2015 - G64 - PITS 2 & 3 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 3 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

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. 121 24732 DAVENPORT 2-16H

Category	Description
PENDING CD - 201500207	2/24/2015 - G91 - 16-7N-17E X576651 WDFD 2 WELLS NO OP. NAMED REC. 2-2-2015 (JOHNSON)
PENDING CD - 201500208	2/24/2015 - G91 - (I.O.) 16-7N-17E X576651 CNEY, MYES, WDFD X108723 HNTN SHL NCT 250 FSL, NCT 1200 FEL COMPL. INT. NCT 165 FSL, NCT 165 FNL, NCT 2000 FWL NO OP. NAMED REC. 2-2-2015 (JOHNSON)
SPACING - 108723	2/24/2015 - G91 - (160/640) 16-7N-17E EST (160) OTHERS EXT (640) 92138 HNTN, OTHER
SPACING - 576651	2/24/2015 - G91 - (640) 16-7N-17E VAC OTHERS EXT 576302 CNEY, MAYES, WDFD, OTHERS