API NUMBER: 119 24426

Disposal

Directional Hole

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

11/18/2016 Approval Date: Expiration Date: 05/18/2017

		PERMIT TO	<u>DRILL</u>			
WELL LOCATION: Sec: 11 Twp: 18N Rge: 5E	County: PAYN	IE				
SPOT LOCATION: SW SW SE SE FEET FROM Q	1110111	SOUTH FROM	EAST			
SECTION LINE	ES:	270	1056			
Lease Name: L JESKE A1	Well No:	11 SWD		Well will be	270 feet from ne	arest unit or lease boundary.
Operator CROWN ENERGY COMPANY Name:		Telephone:	4055260111		OTC/OCC Numbe	r: 19779 0
CROWN ENERGY COMPANY 1117 NW 24TH ST			LOU ANN	I SOLLARS		
OKLAHOMA CITY, OK 73106-5		1300 S. H	IIGHLAND			
ORLAHOWA CITT, OR 75100-5		CUSHING	}	OK	74023	
2 3 4 5	ocation Exception	Orders:	6 7 8 9 10	li .	ncreased Density Order	s:
Pending CD Numbers:				S	pecial Orders:	
Total Depth: 5500 Ground Elevation: 833	Surface (Casing: 770		Depth	to base of Treatable W	ater-Bearing FM: 720
Under Federal Jurisdiction: No	Fresh Water	Supply Well Drille	ed: No		Surface Wat	er used to Drill: Yes
PIT 1 INFORMATION			Approved Method for	disposal of Drillin	ng Fluids:	
Type of Pit System: CLOSED Closed System Means Steel Pits Type of Mud System: WATER BASED Chlorides Max: 3500 Average: 1000			D. One time land application (REQUIRES PERMIT) PERMIT NO: H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST			
Is depth to top of ground water greater than 10ft below base of pit? Within 1 mile of municipal water well? N	Y	-	NIDECTIONAL I	JOLE 1		
Wellhead Protection Area? N			DIRECTIONAL F			
Pit is located in a Hydrologically Sensitive Area.		Sec 11 Twp 18N Rge 5E County PAYNE				
Category of Pit: C		5	Spot Location of	End Point:	NE SE S	E NW

Feet From:

Feet From:

WEST

Unit, or Property Line: 2228

Measured Total Depth: 5500 True Vertical Depth: 4039 End Point Location from Lease,

NORTH 1/4 Section Line: 2228

1/4 Section Line: 2468

Notes:

Liner not required for Category: C Pit Location is AP/TE DEPOSIT

TERRACE

Pit Location Formation:

Category Description

HYDRAULIC FRACTURING

11/14/2016 - G71 - OCC 165:10-3-10 REQUIRES: 1) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS BE REPORTED TO FRACFOCUS USING THE FOLLOWING LINK HTTP://FRACFOCUS.ORG/ WITH NOTICE GIVEN 48 HOURS IN ADVANCE OF FRACTURING TO THE LOCAL OCC DISTRICT OFFICE; AND, 2) PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS FOR HORIZONTAL WELLS. NOTICE ALSO

GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS

COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE.

SPACING 11/14/2016 - G71 - N/A - DISPOSAL WELL

SURFACE LOCATION 11/18/2016 - G71 - 270' FSL, 1056' FEL SE4 11-18N-5E PER STAKING PLAT