API NUMBER: 019 26276

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: 06/14/2017 **Expiration Date** 12/14/2017

PERMIT TO DRILL

WELL LOCATION:	Sec:	30	Twp:	3S	Rge:	2W	County:	CARTER
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FEET FROM QUARTER: FROM SPOT LOCATION: NW NE SE SOUTH EAST SE SECTION LINES: 1090 565

Lease Name: DOC BROWN Well No: 2-30-19XH Well will be 565 feet from nearest unit or lease boundary.

**AVALON OPERATING LLC** Operator Telephone: 9185230600 OTC/OCC Number: 23929 0 Name:

AVALON OPERATING LLC 15 W 6TH ST STE 2300

TULSA. OK 74119-5401 GARY BROWN & WYNONA BROWN 495 COUNTY ROAD 1570

**RUSH SPRINGS** OK 73082

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

Name Depth Name Depth WOODFORD 1 7750 6 2 HUNTON (LS CHIMNEY HILL) 8150 7 3 8 4 9 10 643868 Spacing Orders: Location Exception Orders: Increased Density Orders: 647308

Pending CD Numbers: 201702961 Special Orders:

Total Depth: 17500 Ground Elevation: 958 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 1020

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

PIT 1 INFORMATION Type of Pit System: ON SITE Type of Mud System: WATER BASED Chlorides Max: 5000 Average: 3000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? N

is located in a Hydrologically Sensitive Area.

Category of Pit: 2

Wellhead Protection Area?

Liner not required for Category: 2 Pit Location is BED AQUIFER Pit Location Formation: WELLINGTON Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-32689

H. PIT 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, OBM TO

VENDOR, OBM CUTTINGS PER DISTRICT

## 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: WELLINGTON

## **HORIZONTAL HOLE 1**

Sec 19 Twp 3S Rge 2W County CARTER

Spot Location of End Point: NE NE NW NW Feet From: NORTH 1/4 Section Line: 165
Feet From: WEST 1/4 Section Line: 1139

Depth of Deviation: 7345
Radius of Turn: 900
Direction: 334
Total Length: 8741

Measured Total Depth: 17500

True Vertical Depth: 8200

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 6/5/2017 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS OF

CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR

SURFACE CASING

HYDRAULIC FRACTURING 6/5/2017 - 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

PENDING CD - 201702961 6/9/2017 - G75 - (I.O.) 30 & 19-3S-2W

EST MULTIUNIT HORIZONTAL WELL X643868 WDFD, HTLCH 30-3S-2W X647308 WDFD, HTLCH 19-3S-2W

(HTLCH ASSOCIATED COMMON SOURCE OF SUPPLY TO WDFD)

35% 30-3S-2W 65% 19-3S-2W NO OP. NAMED

REC 5-30-2017 (JOHNSON)

PENDING CD - 201702962 6/9/2017 - G75 - (I.O.) 30 & 19-3S-2W

X643868 WDFD, HTLCH 30-3S-2W X647308 WDFD, HTLCH 19-3S-2W

COMPL. INT. (30-3S-2W) NCT 2600' FSL, NCT 0' FNL, NCT 301' FEL

COMPL. INT. (19-3S-2W) NCT 0' FSL, NCT 165' FNL, NCT 1139' FWL NO OP. NAMED

REC 5-30-2017 (JOHNSÓN)

Category Description

PENDING CD - 201702965 6/12/2017 - G75 - 19-3S-2W

X647308 WDFD 2 WELLS NO OP. NAMED

REC 5-30-2017 (JOHNSON)

PENDING CD - 201702966 6/12/2017 - G75 - 30-3S-2W

X643868 WDFD 2 WELLS NO OP. NAMED

REC 5-30-2017 (JOHNSON)

PENDING CD - 201702967 6/12/2017 - G75 - (I.O.) 30 & 19-3S-2W

X165:10-3-28(C)(2)(B) WDFD (DOC BROWN 2-30-19XH)

MAY BE CLOSÉR THAN 600' TO DOC BROWN 1-30-19XH & DOC BROWN 3-20-19XH

AVALON RESOURCES, LLC \*\*REC 5-30-2017 (JOHNSON)

\*\* S/B AVALON OPERATING LLC: TO BE CORRECTED IN ORDER SUBMITTED TO OCC FOR

REVIEW PER ATTORNEY FOR OPERATOR

SPACING - 643868 6/9/2017 - G75 - (640)(HOR) 30-3S-2W

EST WDFD, HTLCH

COMPL. INT. (HTLCH) NLT 660' FB COMPL. INT. (WDFD) NLT 330' FB

(COEXIST SP. ORDER # 572480 WDFD, HNTN SW4)

SPACING - 647308 6/9/2017 - G75 - (640)(HOR) 19-3S-2W

EST WDFD, HTLCH

COMPL. INT. (HTLCH) NLT 660' FB

COMPL. INT. (WDFD) NLT 165' FNL & FSL, NLT 330' FEL & FWL

(COEXIST SP. ORDER # 155194 HNTN N2 & SE4, ORDER # 172434 HNTN SW4 & ORDER #

228699 WDFD)