API NUMBER: 017 25074

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: 09/20/2017 03/20/2018 Expiration Date:

21043 0

Well will be 290 feet from nearest unit or lease boundary.

OTC/OCC Number:

					PERMI	10	<u>DRILL</u>
WELL LOCATION:	Sec: 32 Twp: 12N Rge:	6W	County:	CANA	ADIAN		
SPOT LOCATION:	SE SW SW SW	FEET FROM C	QUARTER:	FROM	SOUTH	FROM	WEST
		SECTION LINE	ES:		290		420
Lease Name: E	BONE 32-12-6		We	II No:	2H		
Operator Name:	JONES ENERGY LLC				Teleph	one:	5123282953

JEFFREY M AND MARY JANE BONE 8615 FAST RENO AVENUE

EL RENO OK 73036

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

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

	Name	Depth	Name	Depth
1	MISSISSIPPIAN	9055	6	
2	WOODFORD	9330	7	
3			8	
4			9	
5			10	
Spacing Orders:	No Spacing	Location Exception Orders:		Increased Density Orders:
Pending CD Nur	mbers: 201701551			Special Orders:

> 201704997 201705763 201705762

Total Depth: 13920 Ground Elevation: 1328 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 480

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

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 Wellhead Protection Area?

located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C Pit Location is BED AQUIFER Pit Location Formation: DUNCAN D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-33086

H. SEE MEMO

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?

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: DUNCAN

HORIZONTAL HOLE 1

Sec 32 Twp 12N Rge 6W County CANADIAN

NW Spot Location of End Point: ΝE NE NW Feet From: NORTH 1/4 Section Line: 165 Feet From: WEST 1/4 Section Line: 1200

Depth of Deviation: 8783 Radius of Turn: 477

Direction: 5

Total Length: 4388

Measured Total Depth: 13920 True Vertical Depth: 9330 End Point Location from Lease. Unit, or Property Line: 165

Notes:

MEMO

Category Description

DEEP SURFACE CASING 9/7/2017 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF

CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR

SURFACE CASING

HYDRAULIC FRACTURING 9/7/2017 - G71 - OCC 165:10-3-10 REQUIRES:

> 1) PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE:

2) WITH NOTICE ALSO GIVEN 48 HOURS IN ADVANCE OF HYDRAULIC FRACTURING ALL WELLS TO BOTH THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES, USING THE

"FRAC NOTICE FORM" FOUND AT THE FOLLOWING LINK:

OCCEWEB.COM/OG/OGFORMS.HTML; AND,

3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG

9/7/2017 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201704997 9/13/2017 - G64 - (E.O.)(640)(HOR) 32-12N-6W

VAC OTHER

EXT 633763 MSSP, WDFD, OTHER POE TO BHL (MSSP) NLT 660' FB

POE TO BHL (WDFD) NLT 165' FNL & FSL, NLT 330' FEL & FWL

(COEXIST SP. ORDER 142931 MISS)

JONES ENERGY, LLC

REC. 9-12-2017 (THOMAS)

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.

017 25074 BONE 32-12-6 2H

Category Description

PENDING CD - 201705762 9/13/2017 - G64 - 32-12N-6W

X201704997 WDFD

1 WELL

NO OP. NAMED

REC. 9-19-2017 (MILLER)
PENDING CD - 201705763 9/13/2017 - G64 - (I.O.) 32-12N-

9/13/2017 - G64 - (I.O.) 32-12N-6W X201704779 MSSP, WDFD, OTHER

COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 1200' FWL

NO OP. NAMED

REC. 9-19-2017 (MILLER)

