

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

API NUMBER: 037 29432 A

Approval Date: 07/05/2019
Expiration Date: 01/05/2021

Straight Hole Oil & Gas

Amend reason: OCC CORRECT: UPDATE SPACING

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: 09 Twp: 18N Rge: 10E County: CREEK
SPOT LOCATION: SW SE NE SW FEET FROM QUARTER: FROM NORTH FROM EAST
SECTION LINES: 990 430

Lease Name: MILDREN Well No: 1 Well will be 330 feet from nearest unit or lease boundary.
Operator Name: SERVICE CLEARING CORP Telephone: 9184400799 OTC/OCC Number: 24358 0

SERVICE CLEARING CORP
10247 BETTER DRIVE
DALLAS, TX 75229-6206

RANDY OWENS
22350 WEST 71ST ST SOUTH
SAND SPRINGS OK 74063

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

	Name	Depth	Name	Depth
1	PRUE	1750	6	
2	RED FORK	2100	7	
3	DUTCHER	2500	8	
4	MISSISSIPPI	2600	9	
5			10	

Spacing Orders: 563892 Location Exception Orders: Increased Density Orders:
Pending CD Numbers: Special Orders:

Total Depth: 3000 Ground Elevation: 956 **Surface Casing: 750** Depth to base of Treatable Water-Bearing FM: 260

Deep surface casing has been approved

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

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 not located in a Hydrologically Sensitive Area.

Category of Pit: 4

Liner not required for Category: 4

Pit Location is NON HSA

Pit Location Formation: WANN/IOLA

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

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

F. Haul to Commercial soil farming facility: Sec. 13 Twn. 19N Rng. 5E Cnty. 119 Order No: 561542

This permit does not address the right of entry or settlement of surface damages.
The duration of this permit is 18 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: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 1200 Average: 1000

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 not located in a Hydrologically Sensitive Area.

Category of Pit: 2

Liner not required for Category: 2

Pit Location is NON HSA

Pit Location Formation: WANN/IOLA

Notes:

Category	Description
DEEP SURFACE CASING	7/2/2019 - 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	7/1/2019 - 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
LEASE OUTLINE	9/12/2019 - G56 - 70 ACRE LEASE; NE4 SW4 & SE4 SW4 LESS W2 W2 SE4 SW4 PER OP.
SPACING	9/12/2019 - G56 - FORMATIONS UNSPACED; 70 ACRE LEASE (NE4 SW4 & SE4 SW4 LESS W2 W2 SE4 SW4)

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