

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

API NUMBER: 137 26997

Approval Date: 01/07/2013
Expiration Date: 07/07/2013

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 36 Twp: 1N Rge: 9W County: STEPHENS
SPOT LOCATION: C N2 NE FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 1980 1320

Lease Name: SCHOOL LAND 36NE Well No: 2 Well will be 660 feet from nearest unit or lease boundary.
Operator Name: LEWIS OIL OPERATIONS LLC Telephone: 5808563435 OTC/OCC Number: 13189 0

LEWIS OIL OPERATIONS LLC
P.O. Box 220
RATLIFF CITY, OK 73481-0220

COMMISSIONERS OF THE LAND OFFICE
120 N. ROBINSON, SUITE 1000W
OKLAHOMA CITY OK 73102

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

Name	Depth	Name	Depth
1 PONTOTOC	1500	6	
2		7	
3		8	
4		9	
5		10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 2499 Ground Elevation: 1035 **Surface Casing: 100** Depth to base of Treatable Water-Bearing FM: 40

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

PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

Chlorides Max: 3000 Average: 1500

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

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 13-22292
H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

Notes:

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.

Category

Description

SPACING

1/4/2013 - G75 - FORMATION UNSPACED; 160-ACRE LEASE (NE4)

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.

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