

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

API NUMBER: 071 24657 A

Approval Date: 02/25/2015
Expiration Date: 08/25/2015

Straight Hole Oil & Gas

PERMIT TO RECOMPLETE

WELL LOCATION: Sec: 16 Twp: 25N Rge: 2W

County: KAY

SPOT LOCATION: SE NE SW SE

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 690 1135

Lease Name: SCHOOL

Well No: 2-16

Well will be 185 feet from nearest unit or lease boundary.

Operator Name: TERRITORY RESOURCES LLC

Telephone: 4055331300

OTC/OCC Number: 22388 0

TERRITORY RESOURCES LLC
1511 S SANGRE RD
STILLWATER, OK 74074-1869

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

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

Name	Depth	Name	Depth
1 SAMS	1765	6	
2 HOOVER	2179	7	
3 ENDICOTT	2592	8	
4		9	
5		10	

Spacing Orders: No Spacing

Location Exception Orders: 613512

Increased Density Orders:

Pending CD Numbers:

Special Orders:

Total Depth: 2932

Ground Elevation: 1032

Surface Casing: 478 IP

Depth to base of Treatable Water-Bearing FM: 400

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: Yes

Approved Method for disposal of Drilling Fluids:

Notes:

Category

Description

FRAC FOCUS

2/20/2015 - G71 - THE REQUIREMENT FOR CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS WILL BE EXTENDED TO INCLUDE ALL NON-HORIZONTAL WELLS FOR HYDRAULIC FRACTURING OPERATIONS BEGINNING JANUARY 1, 2014. REFER TO OCC RULE 165:10-3-10 FOR COMPLIANCE REQUIREMENTS. PLEASE REPORT DIRECTLY TO FRACFOCUS USING THE FOLLOWING LINK [HTTP://FRACFOCUS.ORG/](http://fracfocus.org/) OR FOR OCC ASSISTANCE CONTACT DENNIS NISKERN AT 405-522-2977 OR D.NISKERN@OCCEMAIL.COM

LOCATION EXCEPTION - 613512

2/25/2015 - G75 - (F.O.) W2 SE4 16-25N-2W X165:10-1-21 SAMS, HOVR, ENDC, OTHERS 690 FSL, 185 FEL TERRITORY RESOURCES, LLC 7-8-2013 (WELL SPUD 4-13-2013)

SPACING

2/25/2015 - G75 - FORMATIONS UNSPACED; 80-ACRE LEASE (W2 SE4)

This permit does not address the right of entry or settlement of surface damages.

071 24657 SCHOOL 2-16

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.