

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

API NUMBER: 053 23453

Approval Date: 03/30/2017
Expiration Date: 09/30/2017

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 28 Twp: 25N Rge: 3W

County: GRANT

SPOT LOCATION: W2 SW SW SW

FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 330 220

Lease Name: KYLIE

Well No: 1-28

Well will be 220 feet from nearest unit or lease boundary.

Operator Name: TERRITORY RESOURCES LLC

Telephone: 4055331300; 4055331

OTC/OCC Number: 22388 0

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

RJ & PEGGY PARRISH REV TRUST
101675 EAST UNION ROAD
HUNTER OK 74640

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

	Name	Depth	Name	Depth
1	LAYTON	4308	6	
2	WOODFORD	5658	7	
3	WILCOX	5747	8	
4			9	
5			10	

Spacing Orders: No Spacing

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201605871
201701299

Special Orders:

Total Depth: 5877

Ground Elevation: 1049

Surface Casing: 180

Depth to base of Treatable Water-Bearing FM: 130

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: No

PIT 1 INFORMATION

Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

Chlorides Max: 2500 Average: 1800

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: GARBER

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-32220
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
HYDRAULIC FRACTURING	3/28/2017 - 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 - 201605871	3/29/2017 - G64 - (80) SW4 28-25N-3W SU NE/SW EST LYTN, WDFD, WLCX REC. 3-28-2017 (MCKEOWN)
PENDING CD - 201701299	3/29/2017 - G64 - (I.O.) W2 SW4 28-25N-3W X201605871 LYTN, WLCX, WDFD 330' FSL, 220' FWL NO OP. NAMED REC. 3-28-2017 (MCKEOWN)

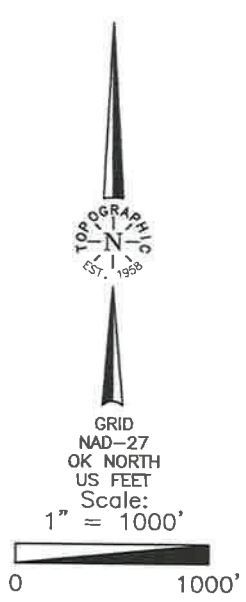
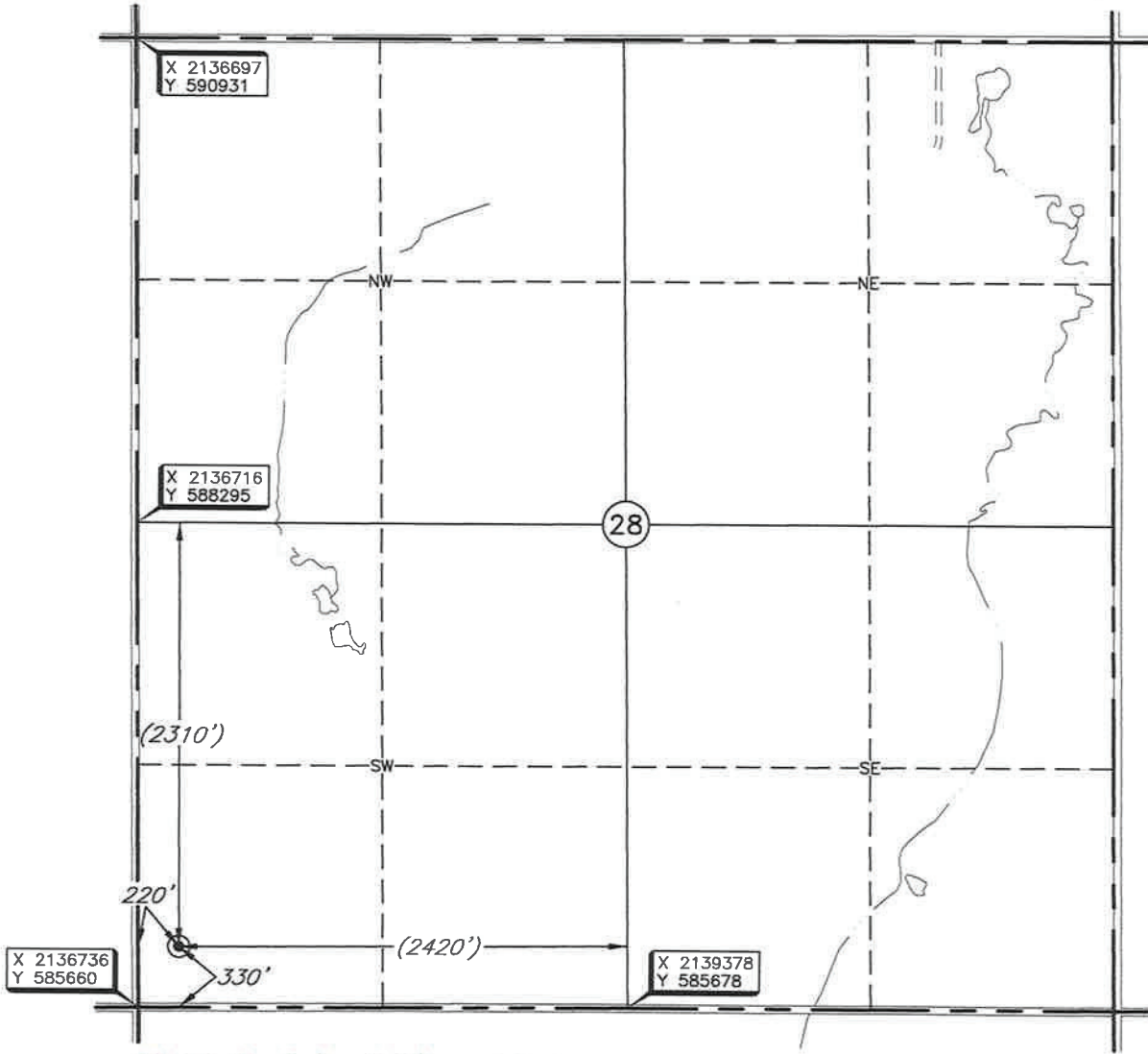
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TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA

6709 NORTH CLASSEN BLVD., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219
 Certificate of Authorization No. 1293 LS

API: 053 23453

GRANT _____ County, Oklahoma
 330' FSL-220' FWL Section 28 Township 25N Range 3W I.M.



Distances shown in (parenthesis) are calculated based upon the Quarter Section being 2640 feet, those shown in [brackets] are based on GLO (General Land Office) distances and have **NOT** been measured on the ground.

THE INFORMATION SHOWN HEREIN IS FOR CONSTRUCTION PURPOSES ONLY

Operator: TERRITORY RESOURCES, LLC
 Lease Name: KYLIE

Well No.: 1-28 **ELEVATION:** 1049' Gr. at Stake

Topography & Vegetation Loc. fell in terraced wheat field

Good Drill Site? Yes Reference Stakes or Alternate Location Stakes Set None

Best Accessibility to Location From West off county road

Distance & Direction from Hwy Jct or Town From the junction of St. Hwy 74 N-S & US Hwy 60 E-W in Lamont, Oklahoma, go ± 6 miles South on St. Hwy 74, then ± 3 miles East to the Southwest Corner of Section 28, T25N-R3W.

DATUM: NAD-27
 LAT: 36°36'32.0" N
 LONG: 97°32'00.3" W
 LAT: 36.608889854° N
 LONG: 97.533413143° W
 STATE PLANE COORDINATES (US FEET):
 ZONE: OK NORTH
 X: 2136953
 Y: 585992

Invoice # 269431 Date of Drawing: Jan. 26, 2017
 Date Staked: Jan. 24, 2017 NMB

CERTIFICATE:

I, Thomas L. Howell an Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify to the information shown herein.

Thomas L. Howell
 Oklahoma Reg. No. 1433



This information was gathered with a GPS receiver with ±1 foot Horiz./Vert. accuracy