

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

APPLICANT: NOSLEY SCOOP, LLC AND)
NOSLEY ACQUISITION, LLC AND JONES) CAUSE NO. CD 201703569
ENERGY, LLC)
)
RELIEF SOUGHT: LOCATION EXCEPTION) ORDER NO. **705159**
)
)
LAND COVERED: SECTIONS 25 AND 36,)
TOWNSHIP 12 NORTH, RANGE 6 WEST, ALL IN)
CANADIAN COUNTY, OKLAHOMA)

FINAL ORDER OF THE COMMISSION
HORIZONTAL WELL LOCATION EXCEPTION

This order follows the format and contains all elements set forth in the Judicial & Legislative Services form order.

1. **Hearing Date and Place:** This Cause initially came on for hearing on August 22, 2017 before Kendal Minnier, Administrative Law Judge at the Jim Thorpe Office Bldg., 2101 N. Lincoln Blvd., Oklahoma City Oklahoma regarding the above-styled Cause. After hearing the arguments of counsel and considering all the facts, evidence and testimony presented in the captioned Cause, the Administrative Law Judge recommended that an Interim Order issue in said Cause. Interim Order No. 681325 was issued on August 13, 2018 with a reopening date of January 18, 2018.

This Cause was recommended for an Emergency Order on August 7, 2017. Emergency Order 667414 issued on August 24, 2017.

Thereafter, this Cause came on for hearing for a final order before Michael Norris, Administrative Law Judge, on July 8, 2019 at 8:30 a.m., regarding the above-styled Cause, at the Jim Thorpe Office Bldg., 2101 N. Lincoln Blvd., Oklahoma City Oklahoma.

2. **Appearances:** Benjamin J. Brown, Attorney, appeared for the Applicant, Nosley Scoop, LLC and Nosley Acquisition, LLC and Jones Energy, LLC. Robert Gray, Attorney, appeared for Hinkle Oil & Gas. No protest was announced in this cause.

Findings

3. **Companion Causes:** CD 201703568 (Multiunit)

4. **Notice and Jurisdiction:** Notice has been given by publication as required by Commission Rules and Affidavits of Publication have been filed. Those Respondents whose names and addresses were attainable have been given actual notice by first-class mail pursuant to Commission rules. An adjudicative inquiry was conducted by the Administrative Law Judge into the sufficiency of the search to ascertain the names and addresses of all owners, and if a diligent effort had been made to locate all affected

interest owners. The Commission finds that the Applicant has made a meaningful and diligent search of all reasonably available sources at hand to ascertain those parties that are entitled to notice and the whereabouts of those entitled to notice but who were served only by publication. The Applicant gave notice as required, the Commission approves the notice given by mail and by publication, and the Commission has jurisdiction of the subject matter and parties.

5. **Amendments:** At the hearing, the Mississippian and Hunton common sources of supply were dismissed.
6. **Relief Requested:** The relief requested is for an Order authorizing the drilling, completion, and production of a multiunit horizontal well in the Woodford common source of supply for the 640-acre drilling and spacing unit consisting of Section 25 and 36, Township 12 North, Range 6 West, Canadian County, Oklahoma, with a completion interval as described below. This Order is to grant an exception to the well location provisions of Order Nos. 662309 and 670483.

Surface location:

Measured Depth	North/South Location-ft	East/West Location-ft
N/A	290' FSL	2,349' FEL of §36-12N-6W

Location at commencement of completion interval:

First Perforation in §36	9,081'	733' FSL	1,607' FEL of §36-12N-6W
Last Perforation in §36	13,628'	0' FNL	1,684' FEL of §36-12N-6W

Location at end of completion interval and total depth:

First Perforation in §25	13,628'	0' FSL	1,684' FEL of §25-12N-6W
Last Perforation in §25	18,630'	272' FNL	1,655' FEL of §25-12N-6W

7. **Reason Relief Should Be Granted:** The requested relief for an Order authorizing the drilling, completion, and production for a multiunit horizontal well in the Woodford common source of supply for the 640-acre drilling and spacing units consisting of Section 25 and 36, Township 12 North, Range 6 West, Canadian County, Oklahoma, is granted, as modified herein. The interval of interest is tight and vertical wells typically produce only marginal amounts of oil and gas. The proposed location is necessary to provide the latitude

of drilling a lateral of sufficient length to justify the additional expense of the operations and to avoid waste of otherwise producible oil and gas.

8. **Allowable:** The allowable for the Woodford common source of supply shall be 100% of a normal allowable.
9. **Previous Orders:** Emergency Order No. 667414, Interim Order No. 681325.
10. **Special Findings:** This well was completed using casing and cement. The completion interval shall be the entire length of the lateral between the first and last perforations described above.

Order

11. IT IS THE ORDER OF THE COMMISSION that the relief requested in the Application, as modified above, is necessary to ensure the greatest ultimate recovery of hydrocarbons from the above-mentioned common source of supply, prevent or assist in preventing waste, and protect correlative rights of interested parties.

The relief requested in the Application, as modified above, is granted.

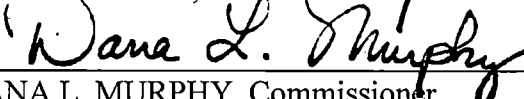
CORPORATION COMMISSION OF OKLAHOMA



J. TODD HIATT, Chairman



BOB ANTHONY, Vice Chairman

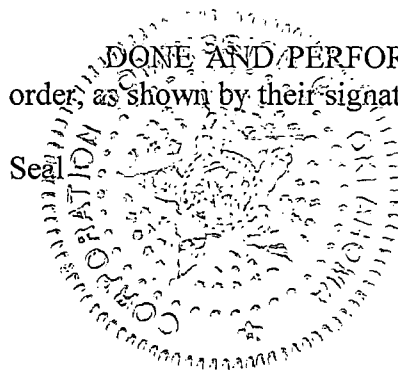


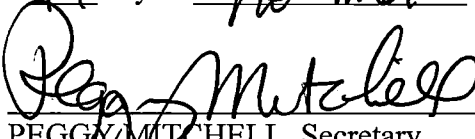
DANA L. MURPHY, Commissioner

CERTIFICATION

DONE AND PERFORMED by the Commissioners participating in the making of this order, as shown by their signatures above, this 14 day of November 2019

Seal



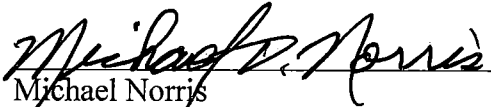


PEGGY MITCHELL, Secretary

REPORT OF THE ADMINISTRATIVE LAW JUDGE

The foregoing findings and order are the report and recommendations of the Administrative Law Judge.

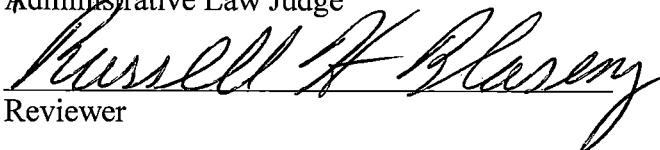
APPROVED:



Michael Norris
Administrative Law Judge

10.31.19

Date

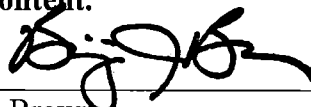


Reviewer

11/7/19

Date

This order follows the format and contains all elements set forth in the Judicial & Legislative Services Form Order for this type of Cause. The undersigned attorney affirms (1) said attorney has read this order and (2) this order is true, correct and approved as to form and content.



Benjamin J. Brown