



Ohio Department of Natural Resources

JOHN R. KASICH, GOVERNOR

JAMES ZEHRINGER, DIRECTOR

Richard J. Simmers, Chief
Division of Oil and Gas Resources Management
2045 Morse Road, Bldg. F-2
Columbus, OH 43229-6693
Phone (614) 265-6922 Fax (614) 265-6910

January 29, 2014

Attn: Kenneth W. Oswalt Licking Co Prosecutor
Licking/Granville
20 South Second St, 4th Floor
Newark, Ohio 43055

Re: Cannon Unit #1

Dear: Kenneth W. Oswalt

Pursuant to your request, we are notifying you of an application that we have received from David R. Hill, Inc. They have applied for a permit to drill an oil/gas well in Granville Township. Attached, please find a copy of the application and surveyor's plat for this proposed well.

Should you have any questions or concerns about this proposed well site, please feel free to contact your county oil and gas inspector, Brandon Mitchell (740) 507-9006 or you may contact our regional office in Mt. Vernon, Ohio (740) 392-4499.

Sincerely,

A handwritten signature in cursive that reads "Ella Hargro".

Ella Hargro, Office Assistant 3
Oil and Gas Well Permitting Section
(614) 265-6902

2045 Morse Rd • Columbus, OH 43229-6693 • ohiodnr.com

APPLICATION FOR A PERMIT (Form 1)
OHIO DEPARTMENT OF NATURAL RESOURCES
 DIVISION OF OIL AND GAS RESOURCES MANAGEMENT
 2045 MORSE ROAD, BUILDING F-2
 COLUMBUS, OHIO 43229-6693
 (614) 265-6922



SEE INSTRUCTIONS ON BACK

1. We (applicant) David R. Hill, Inc. 2. Owner #: B-490
 Address: P.O. Box 247 Bylesville, Oh 43723 Phone #: 740-685-5168

hereby apply this date January 29, 20 14 for a permit to:
 Drill New Well
 Drill Horizontally
 Drill Directionally
 Reissue
 Revised Location
 Plug Back
 Plug and Abandon
 Orphan Well Program

3. TYPE OF WELL: Oil & Gas Saltwater Injection
 Stratigraphic Test Other (explain):
 Solution Mining* Observation Production/Extraction
 Input/Injection Water Supply

4. IS THE WELL LOCATION OR PRODUCTION FACILITY(S) WITHIN AN URBANIZED AREA AS DEFINED BY 1509.01 (Y)? Yes No

5. MAIL PERMIT TO: David R. Hill, Inc.
P.O. Box 247
Byesville, Oh 43723

6. COUNTY: Licking

7. CIVIL TOWNSHIP: Granville

8. SECTION: 9. LOT: 5

10. FRACTION: 11. QTR TWP: 2

12. TRACT/ALLOT:

13. WELL #: 1

14. LEASE NAME: Cannon Unit

15. PROPOSED TOTAL DEPTH: 4700'

16. PROPOSED GEOLOGICAL FORMATION(S):

Rose Run/

Trempeleau

17. DRILLING UNIT ACRES: 59

18. IF PERMITTED PREVIOUSLY:

API #: _____

OWNER: _____

25. ATTACH LANDOWNER ROYALTY LISTING

26. PROPOSED CASING AND CEMENTING PROGRAM

Type Casing	Borehole Diameter (in)	Borehole Depth (ft)	Casing Diameter (in)	Casing Depth (ft)	Cement Volume (sacks)	Formation	Zone Tested or Produced (✓ if Yes)	Hydraulic Fracturing (✓ if Yes)
Drive Pipe							<input type="checkbox"/>	<input type="checkbox"/>
Conductor							<input type="checkbox"/>	<input type="checkbox"/>
Mine String							<input type="checkbox"/>	<input type="checkbox"/>
Surface	12.25	620	8.625	600	275	Berea	<input type="checkbox"/>	<input type="checkbox"/>
1 st Intermediate							<input type="checkbox"/>	<input type="checkbox"/>
2 nd Intermediate							<input type="checkbox"/>	<input type="checkbox"/>
Production	7.875	4400	4.5	4380	150	Rose Run/Trempeleau	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Liner							<input type="checkbox"/>	<input type="checkbox"/>

I, the undersigned, being first duly sworn, depose and state under penalties of law, that I am authorized to make this application, that this application was prepared by me or under my supervision and direction, and that the facts stated herein are true, correct, and complete, to the best of my knowledge.

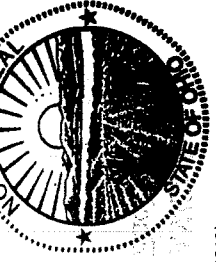
I, the undersigned, further depose and state that I am the person who has the right to drill on the tract or drilling unit and to drill into and produce from a pool and to appropriate the oil or gas that I produce therefrom either for myself or others as described in this application. And furthermore, I the undersigned, being duly sworn, depose and state at this time that I am not liable for any final nonappealable order of a court for damage to streets, roads, highways, bridges, culverts, or drainage ways pursuant to Section 5577.12 of the Ohio Revised Code (ORC). I, the undersigned, further depose and state that all notices required by 1509.06 (A) (9) ORC for this application have been duly provided by me. If applying for a permit to plug and abandon a well, I hereby certify that the written notices, as required in Section 1509.13, ORC, have been given.

That I hereby agree to conform with all provisions of Chapter 1509, ORC, and Chapter 1501, OAC, and all orders and conditions issued by the Chief, Division of Oil and Gas Resources Management.

Signature of Owner/Authorized Agent: David R. Hill
 Name (Type or Print) David R. Hill Title President

if signed by Authorized Agent, a certificate of appointment of agent must be on file.

Sworn to and subscribed before me this the 29 day of January, 20 14



JOHN A SUHAR
 Notary Public
 In and for the State of Ohio
 My Commission Expires
 November 06, 2018

John A. Suhar
 (Notary Public)

11-6-2018
 (Date Commission Expires)

K.F. & M.I. White No. 1
Permit No. 2-2066
Plugged & Abandoned

Homestead Farms Inc.

White No. 1-A
Permit No. 2-2906
Plugged & Abandoned

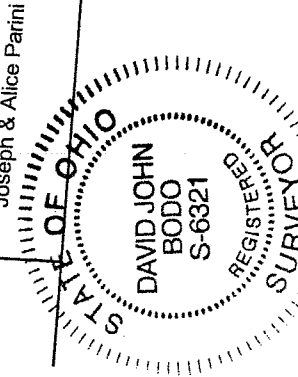
Homestead Farms Inc.
[5.00 AC.]

Joe & Theresa White
[5.00 AC.]

Joe & Theresa White

Harry H. Butt No. 6
Permit No. 6-1022
Historical Production Well

Joseph & Alice Parini



Jas. N. Ramsower Hrs. No. 1
Permit No. 6-1070
Historical Production Well

Hill / Shurtz Unit No. 1
Permit No. 2-6080

Harry H. Butt No. 1
Permit No. 6-1025
Historical Production Well

Richard & Shauna Spence

London Street (C.P. 110)

London Street (C.P. 110)

Stephen & Lorri Klema

Klema/Bruce Farms Unit No. 1
Permit No. 2-6118
(Target)

Klema/Bruce Farms Unit No. 1
Permit No. 2-6118
(Surface)

Stephen & Lorri Klema
[16.00 AC.]

59.00 Acre Unit

Cannon Unit No. 1

Kevin & Lisa Cannon
[5.00 AC.]

Erven & Rebecca Carson
Annette Roberts
[5.00 AC.]

Building 180' from Well

Wayde & Susan Guttridge
[23.00 AC.]

Wayde & Susan Guttridge

Granville Village Board of Education

Surface Location

(Coordinates are based on actual GPS field observations)
Ohio State Plane Coordinates South Zone

(NAD 83)
X: 1,952,750
Y: 762,794
EL: 1039

(NAD 27)
X: 1,984,217
Y: 762,756

Geographic Coordinates

(NAD 83)
Lat: 40.094254°
Long: -82.556294°

(NAD 27)
Lat: 40.094190°
Long: -82.556410°



Names and acreages compiled from the Licking County Auditor's and/or Recorder's records.

Plat Showing Location of Well

State of Ohio, Department of Natural Resources -- Division of Oil & Gas Resources Management, Columbus, Ohio

Cannon Unit No. 1

XX Oil or Gas XX New Location

Scale: 1" = 400'

I hereby state that all drilling or producing wells within 1000 feet and all public roads, railroads, buildings and streams within 200 feet have been shown, there are no drilling unit lines nearer than 500 feet, that this plat is true and correct and was prepared according to the current Ohio Department of Natural Resources, Division of Oil & Gas Resources Management (OAC 1501:9-1).

Registered Surveyor Number 6321 or Registered Surveyor Number 8239

Operator: David R Hill, Inc.

Address: 1221 1/2 S 6th St, Byesville, OH 43723

Landowner: Surface Kevin & Lisa Cannon
Minerals See Map

Well Number: 1 Drilling Unit Acre: 59.00

County: Licking Township: Granville

Urbanized Area: Non-Urbanized

Quad: Granville

(NAD 83) Ohio State (NAD 27)

Plane Coordinates

X See Above
Y See Above

Distances to Original PLSS Lines

--
615' to S.L.
590' to W.L.

Subdivision Civil Township

Township: 2

Range: 13

Section: -- Lot: 5

Quarter Township: 2

Subdivision: United States Military District

FEMA Panel No.: 39089C0310H

Zone: "X" Effective Date: May 2, 2007

Elevation: See Above Date: 01/28/2014

Coordinates are based on actual GPS field observations

David Bodo & Associates, Inc.
Professional Surveyors
5175 Tongo Rd NW, Carrollton, Ohio, 44615
(330) 863-2300 14010

