



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 County Prosecutor
Licking /Granville
20 South Second St, 4th Floor
Newark, Ohio 43055


Re: Cox 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 Grandville 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.

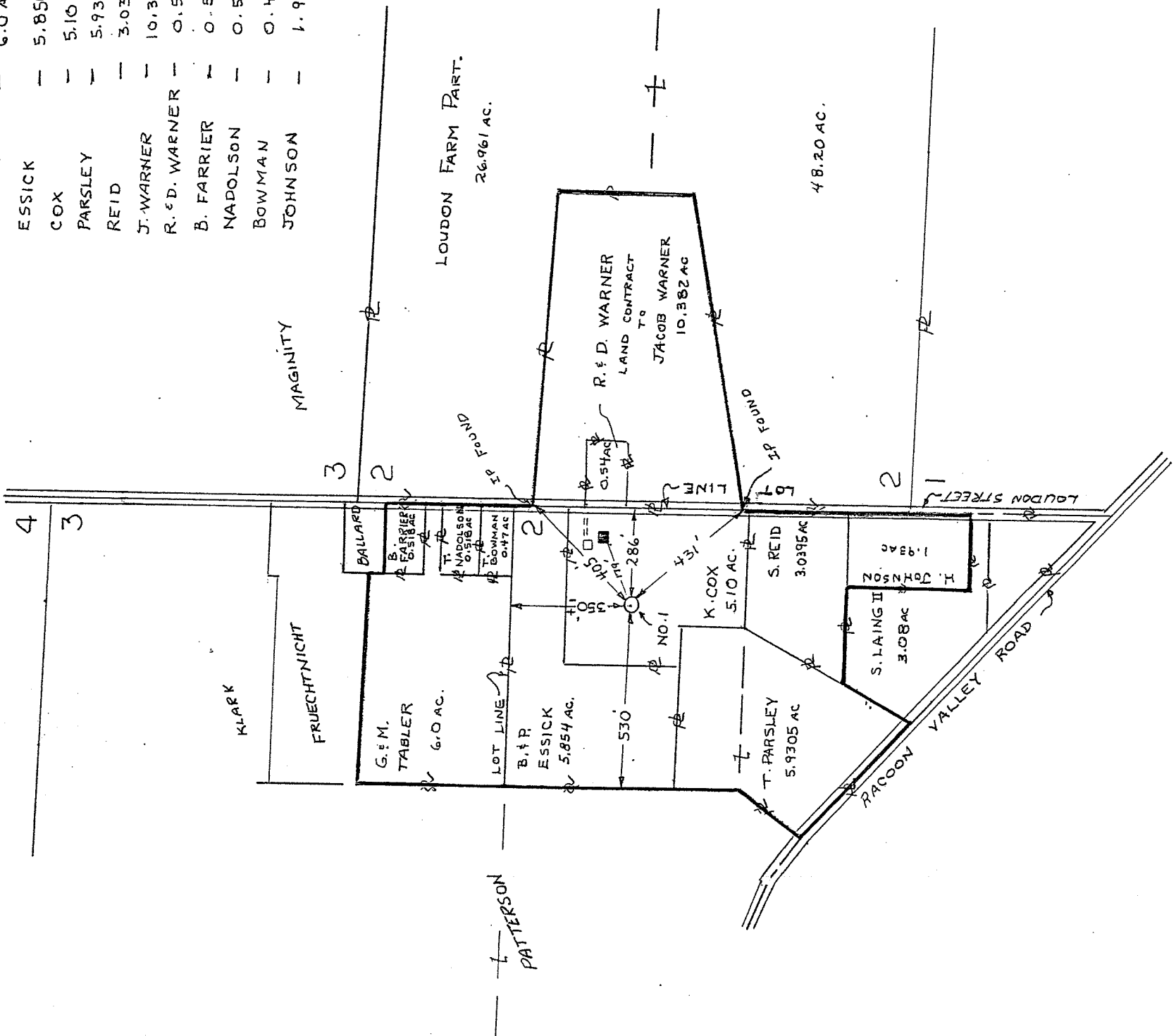
Sincerely,


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

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

"COX UNIT NO. 1"

TABLER	—	6.0 AC.
ESSICK	—	5.854 AC
COX	—	5.10 AC
PARSLEY	—	5.9305 AC
REID	—	3.0395 AC
J. WARNER	—	10.382 AC
R. D. WARNER	—	0.54 AC
B. FARRIER	—	0.518 AC
NADOLSON	—	0.518 AC
BOWMAN	—	0.47 AC
JOHNSON	—	1.93 AC.



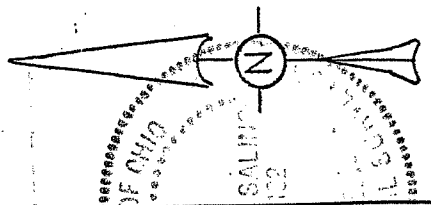
I hereby certify that all drilling or producing wells within 1000 feet and all buildings and streams within 200 feet have been shown, there are no drilling unit lines nearer than 500 feet, that this plat is true and correct and was prepared according to the current State of Ohio, Department of Natural Resources, Division of Oil and Gas Regulations.

SCALE: 1=400

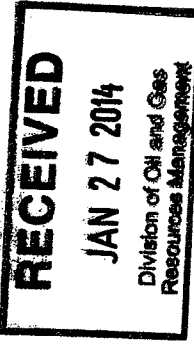
Gay D. Salin
REG. SURVEYOR 5-7192

OPERATOR DAVID R. HILL, INC.
 ADDRESS P.O. BOX 247 BYESVILLE, OH. 43723
 SURFACE K. COX
 LANDOWNER MINERALS COX UNIT
 WELL NO. 1 DRILLING UNIT AC. 40.282
 COUNTY LICKING
 TWP. GRANVILLE
 QUAD. GRANVILLE
 NAD 27 X 1,983,025
 OHIO PLANE COORDINATES
 THALES "PRO MARK III" GPS Y 758,220

SUBDIVISION CIVIL TWP.
 TWP. 2 N
 RANGE 13 W
 QUARTER TWP. 2
 SECTION 2 LOT 12
 TRACT _____
 ALLOTMENT _____
 FRACTION _____ OTHER _____
 ELEV. 1025 ± DATE: 1/3/14



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 APATT023780

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 24, 20 14 for a permit to:
 Drill New Well Revised Location
 Drill Horizontally Plug Back
 Drill Directionally Plug and Abandon
 Reissue Orphan Well Program

3. TYPE OF WELL: Oil & Gas Saltwater Injection
 Stratigraphic Test Gas Storage
 Solution Mining* Enhanced Recovery* (*if checked, select appropriate box below)
 Input/Injection Water Supply Observation Production/Extraction

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: 2

10. FRACTION: 11. QTR TWP: 2

12. TRACT/ALLOT:

13. WELL #: 1

14. LEASE NAME: Cox Unit

15. PROPOSED TOTAL DEPTH: 4700'

16. PROPOSED GEOLOGICAL FORMATION(S):

Rose Run/

Trempealeu

17. DRILLING UNIT ACRES: 40.282

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/Trempealeu	<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.

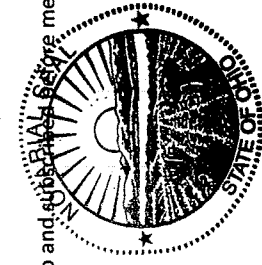
I, the undersigned, further depose and state that I am the person who has the right to drill on the tract or drilling unit and to drill into and produce from a pool and to appropriate the oil or gas that I produce therefrom either for myself or others as described in this application. And furthermore, 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 24 day of January, 2014
 JOHN A SUHAR
 Notary Public
 In and for the State of Ohio
 My Commission Expires
November 06, 2018
 (Notary Public)

November 6, 2018
 (Date Commission Expires)