References to "1-xx" or "§1-xx" are to the Hydraulic Fracturing Regulatory Act, 225 ILCS 732/1-1 et seq. References to "240.xxx" and "245.xxx" are to 62 Ill. Admin. Code 240 and 245, respectively.

Attachment: BondMunicipalConsentRegistration

Please save attachment and use the file name above.

(1) Bond §1-65; 245.210(f), 245.220.
Please provide proof of bond as required by 245.220(b) and/or (c)

(2) Municipal Consent 245.210(c).
Will the well site be located within the limits of any city, village, or incorporated town □ YES ☑ NO
If "Yes," what city, village, or incorporated town?

If "Yes," attach a certified copy of the official consent for the high volume horizontal hydraulic fracturing operations to occur from the municipal authorities where the well site is proposed to be located.

(3) Registration Update 245.210(b)(1).
Do you certify that the applicant registration information previously provided to the Department pursuant to Section 245.200 is accurate and up to date? ☑ YES □ NO Initial:

(4) Additional Information §1-53(a)(4); 245.300(c)(4).
Attach any other information you wish the Department to consider that will demonstrate you’re your operations will be conducted in a manner that will protect the public health, public safety, property, wildlife, aquatic life and environment, and will prevent pollution or diminution of any water source.

ATTESTATION § 1-35(f); 245.210(h).

I, ______________ , affirm that I am the applicant or the applicant’s designee who has been vested with the authority to act on behalf of the applicant, and that I have direct knowledge of the information contained in the application and its attachments. I certify, under penalty of perjury as provided by law and under penalty of refusal, suspension, or revocation of a high volume horizontal hydraulic fracturing permit, that this application and all attachments are true, accurate, and complete to the best of my knowledge.

SIGNATURE: __________________________________ DATE: ______________

Title ______________
HIGH VOLUME HORIZONTAL HYDRAULIC FRACTURING

CERTIFICATE #________ PERMIT # 4658

Woolsey Operating Company, LLC, of 125 North Market St., Suite 1000, Wichita, KS 67202

(Persmitting) (Persmitting/Address) (City) (Zip)
(316)267-4379 County of Sedgwick, State of Kansas
(Telephone)

IS HELD AND FIRMLY BOUND UNTO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT IN THE PENAL SUM OF FIFTY THOUSAND DOLLARS ($50,000.00), TO THE PAYMENT WHEREOF OF THE PERMITTEE, AND THE PERMITTEE'S HEIRS, EXECUTORS, ADMINISTRATORS, SUCCESSORS AND ASSIGNS, ARE JOINTLY AND SEVERALLY BOUND. THIS OBLIGATION IS SECURED BY THE CERTIFICATE OF DEPOSIT, AS IDENTIFIED ABOVE, DRAWN ON A FEDERALLY-INSURED BANK MADE PAYABLE OR ASSIGNED TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, AND PLACED IN ITS POSSESSION, WHICH SAID SUM SHALL BE HELD, APPLIED, AND RETURNED TO THE PERMITTEE UNDER THE CONDITIONS AND FOR THE PURPOSES HEREINAFTER SET FORTH.

WHEREAS, THE PERMITTEE HAS APPLIED, OR INTENDS TO APPLY, TO THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT FOR A PERMIT TO PERFORM A HIGH VOLUME HORIZONTAL HYDRAULIC FRACTURING ACCORDING TO THE ILLINOIS HYDRAULIC FRACTURING REGULATORY ACT, 225 ILS 732/1 ET SEQ.

THIS BOND IS FOR: (CHOOSE ONE)

☐ A BLANKET BOND FOR ALL WELLS USING HIGH VOLUME HORIZONTAL FRACTURING; OR
☒ AN INDIVIDUAL BOND FOR THE WELL LISTED BELOW.

ONLY COMPLETE IF BOND IS FOR INDIVIDUAL WELL OR PERMIT

WELL TO BE KNOWN AS: Woodrow 1H-310404-193
HVHF # 000001

1660' South OF THE WEST QUARTER OF THE QUARTER OF SECTION 31
1660' West (EAST) OF THE NE CORNER OF THE NE QUARTER

TOWNSHIP 4S (SOUTH) RANGE 8E (WEST), White COUNTY


THE PERMITTEE'S OBLIGATIONS UNDER THIS PENAL BOND SHALL BE RELEASED BY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, AND THE ABOVE-MENTIONED DEPOSIT SHALL BE RETURNED TO THE PERMITTEE, IF THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, DETERMINES, TO ITS SATISFACTION, THAT THE PERMITTEE HAS FULLY COMPLIED WITH THE TERMS AND CONDITIONS OF THIS BOND.

THE FULL-FACE AMOUNT OF THIS BOND IS SUBJECT TO FORFEITURE, BY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, IN THE EVENT THE PERMITTEE IS FOUND TO HAVE VIOLATED THE PROVISIONS OF THE FOREMENTIONED ACTS AND AMENDMENTS THERETO, AND SUCH VIOLATIONS REMAIN UNABATED.

SPECIAL INSTRUCTIONS: THE PRINCIPAL IS REQUIRED TO NOTIFY THE ILLINOIS DEPARTMENT OF NATURAL RESOURCES, OFFICE OF OIL & GAS RESOURCE MANAGEMENT, WITHIN THIRTY (30) DAYS OF THE SALE OF THE WELL FOR WHICH THIS BOND IS SUBMITTED, PURSUANT TO 62 ILL. ADM. CODE 240.1420.
UNDER PENALTIES OF PERJURY, WE DECLARE THAT WE ARE EXECUTING THE FOREGOING COLLATERAL BOND FOR THE USES AND PURPOSES THEREIN SET FORTH.

IN WITNESS WHEREOF, WE HAVE HEREUNTO SET OUR RESPECTIVE HANDS AND SEALS THIS ___________ DAY OF _____________________________.

PERMITTEE: 

SIGNATURE  [Redacted]  [Redacted]

TITLE   Manager

DATE  June 22, 2017

APPROVED BY:

OFFICE OF OIL AND GAS RESOURCE MANAGEMENT

DATE

Created 06/2017
HIGH VOLUME HORIZONTAL HYDRAULIC FRACTURING

For value received, __Woolsey Operating Company, LLC__ (Permittee) hereby assigns, sets over and transfers to the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management, its successors and assigns, all right, title, and interest of __Woolsey Operating Company, LLC__ (Permittee) in and to the principal amount of $50,000.00 on deposit in (Permittee) account in __Peoples National Bank__ (Bank), as evidenced by Certificate of Deposit number ____________ (in the amount of $50,000.00) and all sums now or at any time hereafter on deposit in such account, for the purpose of securing payment of each and every debt, liability or obligation under Section 1-65 of the Hydraulic Fracturing Regulatory Act (225 ILCS 732/1-65) concerning drilling and operation of a High Volume Horizontal Hydraulic Fracturing Well.

Which __Woolsey Operating Company, LLC__ (Permittee) may now or at any time hereafter owe to the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management, whether such debt, liability or obligation now exists or is hereafter created or incurred and whether it is direct or indirect, due or to become due, absolute or contingent or joint and/or several ("Obligations"). The foregoing assignment shall be construed as a grant of a security interest, subject to the extent applicable to the Uniform Commercial Code as enacted in the State of Illinois.

__Woolsey Operating Company, LLC__ (Permittee) hereby irrevocably authorizes and empowers the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management at any time, whether or not at such time the obligations or any part thereof are due and payable, in its own name or in __Woolsey Operating Company, LLC__ (Permittee) name to demand, apply for withdrawal, receipt and give acquittance for any and all sums which are or will become due and payable under said account, to exercise any and all rights and privileges and receive all benefits accrued to said account, to execute any and all instruments required therefor, and to apply such moneys towards payment of the Obligations in such order of application as the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management may determine, all without notice to __Woolsey Operating Company, LLC__ (Permittee). __Peoples National Bank__ (Bank) hereby specifically authorized and directed, on demand of the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management, to pay said account and all moneys hereby assigned directly to the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management and to transfer said account into the name of the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management on the books of __Peoples National Bank__ (Bank). Until this assignment has been released by a writing delivered by the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management to __Peoples National Bank__ (Bank), __Woolsey Operating Company, LLC__ (Permittee) shall have no right to make any withdrawals from said account (except interest earned thereon which shall be payable to __Woolsey Operating Company, LLC__ (Permittee) from time to time) or to the issuance of any new certificate evidencing such account.

Title: __VICE PRESIDENT BUSINESS DEV. WOOLSEY COMPANIES, INC.__

By: __Signature of Permittee__

Title: __Manager__

ASSIGNMENT OF HVHHF CERTIFICATE OF DEPOSIT (over)
ACKNOWLEDGMENT OF ASSIGNMENT

We acknowledge receipt of the notice of assignment and transfer of the account of Woolsey Operating Company, LLC
(Permittee) in this institution evidenced by Certificate of Deposit number [redacted] (in the amount of $50,000.00). We further acknowledge that until released by the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management, the principal amount of $50,000.00 on deposit in such account is payable directly to the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management and that no account holder or assignee (except for the Illinois Department of Natural Resources, Office of Oil and Gas Resource Management) shall have any right to make any withdrawal from said account (except for interest earned on such account which shall be paid to Woolsey Operating Company, LLC (Permittee)) or to obtain any new certificate evidencing said account. We expressly waive all rights of set offs or liens against the above-referenced certificate of Deposit.

Peoples National Bank
Name of Bank

413 S 34th St.
Address
Mt. Vernon, IL 62864
City State Zip

Date: October 12, 2016

Telephone # [redacted]
Title Retail Sales Manager

RELEASE OF ASSIGNMENT

TO: ______________________ (Bank)

This is to advise you the assignment of the account of Woolsey Operating Company, LLC (Permittee) in your institution evidenced by Certificate of Deposit number [redacted] (in the amount of $50,000.00) has been released. Pursuant to such release, please take appropriate action to ensure that all unpaid interest earned on this account is paid or credited to Woolsey Operating Co., LLC (Permittee).

Date: ______________________

By: ______________________

Supervisor
Office of Oil and Gas Resource Management

Revised 06/17
Certificate of Deposit Receipt

This receipt is issued to:

Woolsey Operating Company LLC
125 N Market Suite 1000
Wichita KS 67202

Peoples National Bank
413 South 34th Street
Mt Vernon, IL 62864

Account Number: [REDACTED]
IRA Number: [REDACTED]
Amount: $50,000.00
Date Opened: 10/17/2016
Term: 11 Months
Maturity Date: 09/17/2017
Interest Rate: 0.650%
Annual Percentage Yield: 0.65%

The account evidenced by this receipt is subject to and further explained in the terms and conditions contained in the account agreement and account disclosures. The account is Not Negotiable and Not Transferable. Only the items checked apply.

☑ Fixed Interest Rate
☐ Variable Interest Rate
☐ Additions Permitted
☑ Automatically Renewable
☐ Single Maturity (not automatically renewable)
☐ Callable
☐ Notice Account

Interest will be:
☐ mailed to the owner(s).
☑ added to principal (compounded).
☐ paid to __________________________ account No.______________________________
THE PEOPLES NATIONAL BANK

CD / IRA DEPOSIT

NAME: 200 Calendar Street Co. LLC

DATE: 10-17-12

RA CODE: ______________________

APPROVED BY: ______________________

CUSTOMER SIGNATURE: (attach attached e-mail request)

ACCOUNT NUMBER: ______________________

CONTRIBUTION TYPE:

☐ Traditional IRA
☐ ROTH
☐ RA Code
☐ Education
☐ External Transfer
☐ Other

CONTRIBUTION TAX YEAR: __________

DEPOSIT AMOUNT: $__________________