| PI NUMBER: 007 25627<br>rizontal Hole Oil & Gas  | OIL & GAS<br>OKLAHC       | CORPORATION<br>CONSERVATIO<br>P.O. BOX 5200<br>DMA CITY, OK 7<br>(Rule 165:10-3- | DN DIVISION<br>0<br>3152-2000      |                                 | 07/19/2013<br>01/19/2014 |
|--|---------------------------|--|------------------------------------|---------------------------------|--------------------------|
|  |                           | PERMIT TO DR   | <u>LL</u>                          |                                 |                          |
|  |                           |  |                                    |                                 |                          |
| WELL LOCATION: Sec: 01 Twp: 1N Rge: 20   | DECM County: BEAVE        | ER   |                                    |                                 |                          |
|  |                           | NORTH FROM E   | AST                                |                                 |                          |
|  | SECTION LINES:            | 250 7  | 00                                 |                                 |                          |
| Lease Name: KAREN R. FRANKS  | Well No:                  | 1-1XLH   | Well will be                       | 250 feet from nearest u         | nit or lease boundary.   |
| Operator CABOT OIL & GAS CORPORATIO<br>Name:   | N                         | Telephone: 2818  | 3482620                            | OTC/OCC Number:                 | 18246 0                  |
| CABOT OIL & GAS CORPORATION  |                           |  | KAREN RINGER ER                    | ANKS 1996 REVOCABI              | F TRUST                  |
| 840 GESSNER RD STE 1200  |                           |  | 1020 WEST MOORE AVE.               |                                 |                          |
| HOUSTON, TX  |                           |  |                                    |                                 |                          |
|  |                           |  | STILLWATER                         | OK 740                          | /5                       |
| 3<br>4<br>5<br>Spacing Orders: No Georgia  | Location Exception C      | 8<br>9<br>10<br>Drders: 201303557  |                                    | ncreased Density Orders:        |                          |
| No Spacing   |                           |  |                                    |                                 |                          |
| Pending CD Numbers: 201303556<br>201303557   |                           |  | S                                  | Special Orders:                 |                          |
| Total Depth: 16400 Ground Elevation: 24  | 395 Surface C             | Casing: 1700   | Depth                              | n to base of Treatable Water-Be | aring FM: 200            |
| Under Federal Jurisdiction: No   | Fresh Water               | Supply Well Drilled:   | Yes                                | Surface Water used              | to Drill: No             |
| PIT 1 INFORMATION  |                           | Appr   | oved Method for disposal of Drilli | ng Fluids:                      |                          |
| Type of Pit System: CLOSED Closed System Means<br>Type of Mud System: WATER BASED                      | D. One time land applicat |  |                                    |                                 | PERMIT NO: 13-2347       |
| Chlorides Max: 60000 Average: 5000   |                           | H. C   | LOSED SYSTEM=STEEL PITS            | PER OPERATOR OPTION             |                          |
| Is depth to top of ground water greater than 10ft below ba<br>Within 1 mile of municipal water well? N | ase of pit? Y             |  |                                    |                                 |                          |
| Wellhead Protection Area? N  |                           |  |                                    |                                 |                          |
| · · · · · · · · ·  |                           |  |                                    |                                 |                          |
| Pit is located in a Hydrologically Sensitive Area.   |                           |  |                                    |                                 |                          |
| Pit is located in a Hydrologically Sensitive Area.   Category of Pit: C                                |                           |  |                                    |                                 |                          |
|  |                           |  |                                    |                                 |                          |
| Category of Pit: C   |                           |  |                                    |                                 |                          |

## HORIZONTAL HOLE 1

Sec 12 Rge 20E County BEAVER Twp 1N Spot Location of End Point: E2 SW SE SE 330 Feet From: SOUTH 1/4 Section Line: Feet From: EAST 1/4 Section Line: 700 Depth of Deviation: 5500 Radius of Turn: 825 Direction: 180 Total Length: 9700 Measured Total Depth: 16400 True Vertical Depth: 6325 End Point Location from Lease. Unit, or Property Line: 330 Notes: Description Category

DEEP SURFACE CASING7/19/2013 - G71 - APPROVED CONTINGENT ON NOTIFYING OCC FIELD STAFF IMMEDIATELY<br/>OF ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY<br/>CONDUCTOR OR SURFACE CASINGPENDING CD - 2013035567/19/2013 - G30 - (640HOR)(IRR) E2 1 & E2 12-1N-20ECM<br/>EXT 610308 MRMN<br/>(SUPERSEDE NON-DEVELOPED, NON-HORIZONTAL SPACING UNITS)<br/>REC 7/16/13 (CANDLER)PENDING CD - 2013035577/19/2013 - G30 - E2 1 & E2 12-1N-20ECM<br/>X201303556 MRMN<br/>COMP. INT. NCT 330 FNL, NCT 330 FSL, NCT 660 FEL<br/>NO OP. NAMED<br/>REC 7/16/13 (CANDLER)