API NUMBER: 103 24587 A

OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION P.O. BOX 52000 OKLAHOMA CITY, OK 73152-2000 (Rule 165:10-3-1)

Approval Date: 10/03/2013
Expiration Date: 04/03/2014

Horizontal Hole Oil & Gas

Amend reason: ADD FORMATION

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: 02 Twp: 21N Rge: 1E County: NOBLE

SPOT LOCATION: SW SW SW FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 320 269

Lease Name: PARMLEY 2-21N-1E Well No: 1WH Well will be 269 feet from nearest unit or lease boundary.

Operator DEVON ENERGY PRODUCTION CO LP Telephone: 4052353611 OTC/OCC Number: 20751 0

DEVON ENERGY PRODUCTION CO LP 333 W SHERIDAN AVE DEC 34.428

OKLAHOMA CITY, OK 73102-5010

PARMLEY FARMS, LLC

D. One time land application -- (REQUIRES PERMIT)

H. SEE MEMO

175 E CEDAR

PERRY OK 73077

Formation(s) (Permit Valid for Listed Formations Only):

Name Depth Name Depth MISSISSIPPIAN 1 4555 6 2 WOODFORD 4795 7 3 VIOLA 4920 8 9 10 614044 Spacing Orders: Location Exception Orders: 614396 Increased Density Orders:

Pending CD Numbers: 201308057 Special Orders:

201308058

Total Depth: 9510 Ground Elevation: 1021 Surface Casing: 500 Depth to base of Treatable Water-Bearing FM: 100

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No Surface Water used to Drill: Yes

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED
Chlorides Max: 5000 Average: 3000

Within 1 mile of municipal water well? N

Wellhead Protection Area? N

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: CPit Location is BED AQUIFER

Pit Location Formation: WELLINGTON

PERMIT NO: 13-24340

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 300000 Average: 200000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? N
Wellhead Protection Area? N

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: WELLINGTON

HORIZONTAL HOLE 1

Sec 02 Twp 21N Rge 1E County **NOBLE** NW Spot Location of End Point: N2 N2 NW Feet From: NORTH 1/4 Section Line: 50 Feet From: WEST 1/4 Section Line: 660

Depth of Deviation: 4109 Radius of Turn: 716

Direction: 4

Total Length: 4276

Measured Total Depth: 9510

True Vertical Depth: 4920

End Point Location from Lease,
Unit, or Property Line: 50

Notes:

Category Description

DEEP SURFACE CASING

10/3/2013 - G71 - APPROVED CONTINGENT ON NOTIFYING OCC FIELD STAFF IMMEDIATELY

OF ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY

CONDUCTOR OR SURFACE CASING

LOCATION EXCEPTION - 614396 10/3/2013 - G30 - (I.O.) 2-21N-1E

X614044 MSSP, WDFD, OTHERS 1ST PERF NCT 150 FSL, NCT 330 FWL LAST PERF NCT 150 FNL, NCT 330 FWL DEVON ENERGY PRODUCTION COMPANY, L.P.

7/31/13

MEMO 10/3/2013 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION,

CONCRETE LINED PIT FOR SOIL FARMING PER OPERATOR REQUEST, PIT 2 - OBM

RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

EST VIOL

POE TO BHL NCT 660' FB

(SUPERSEDE NON-DEVELOPED NON-HORIZONTAL SPACING UNITS; COEXIST WITH

PRODUCING NON-HORIZONTAL SPACING UNITS)

NO OP. NAMED

REC 12/31/13 (CANDLER)

PENDING CD - 201308058 12/26/2013 - G30 - 2-21N-1E

X201308057 VIOL

1ST PERF NCT 150 FSL, NCT 330 FWL LAST PERF NCT 150 FNL, NCT 330 FWL

NO OP. NAMED

REC 12/31/13 (CANDLER)

Category Description

SPACING - 614044

10/3/2013 - G30 - (640 HOR) 2-21N-1E EXT 606329 MSSP, WDFD, OTHERS EST OTHER

POE TO BHL (MSSP) NCT 660° FB POE TO BHL (MSSP) NCT 330° FB

(SUPERCEDE NON-DEVELOPED NON-HORIZONTAL SPACING UNITS; COEXSIT WITH

PRODUCING NON-HORIZONTAL SPACING UNITS)