API NUMBER: 009 21889 A

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

Approval Date: 04/02/2014
Expiration Date: 10/02/2014

Horizontal Hole Oil & Gas

Amend reason: PERMIT EXPIRED / CHANGE NAME, TD, BHL, LE, ID. AND ADD FORMATION

## AMEND PERMIT TO DRILL

WELL LOCATION:	Sec:	28	Twp:	11N	Rge:	26V	V	County	BEC	KHAM		
SPOT LOCATION:	NW	NE	N)	W	NW		FEET FROM QU	ARTER:	FROM	NORTH	FROM	WEST
							SECTION LINES	\$:		275		800

Lease Name: BLEVINS 21-11-26 Well No: 2H Well will be 275 feet from nearest unit or lease boundary.

Operator CHESAPEAKE OPERATING INC Telephone: 4059358143 OTC/OCC Number: 17441 0

CHESAPEAKE OPERATING INC

PO BOX 18496

OKLAHOMA CITY, OK 73154-0496

EUGENE AND PAMELA MCENTIRE

10595 N. 1750 RD

SWEETWATER OK 73666

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

	Name	Depth	Na	ame	Depti	'n
1	VIRGIL	5620	6			
2	GRANITE WASH UP (MO)	10380	7			
3	GRANITE WASH LOW (DES MOINES)	12295	8			
4			9			
5			10			
Spacing Orders:	157235	Location Exception Orders:	618905		Increased Density Orders:	621529
			620449	_		

Pending CD Numbers: Special Orders:

Total Depth: 18100 Ground Elevation: 2141 Surface Casing: 350 Depth to base of Treatable Water-Bearing FM: 100

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

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 25000 Average: 8000

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?

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: 1B

Liner required for Category: 1B
Pit Location is BED AQUIFER
Pit Location Formation: OGALLALA

H. SEE MEMO

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

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

PERMIT NO: 13-23329

PIT 2 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: OIL BASED

Chlorides Max: 300000 Average: 160000

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: 3

Liner required for Category: 3

Pit Location is BED AQUIFER

Pit Location Formation: OGALLALA

## **HORIZONTAL HOLE 1**

Sec 21 Twp 11N Rge 26W County BECKHAM

Spot Location of End Point: NE NW NE NW
Feet From: NORTH 1/4 Section Line: 200
Feet From: WEST 1/4 Section Line: 1830

Depth of Deviation: 12372 Radius of Turn: 361

Direction: 10
Total Length: 4420

Measured Total Depth: 18100

True Vertical Depth: 12733
End Point Location from Lease,
Unit, or Property Line: 200

Notes:

Category Description

EXCEPTION TO RULE - 620449 4/2/2014 - G30 - 21-11N-26W

X157235 DMGWL

X165:10-3-28 NO CLOSER THAN 100' TO STEVE 1-21 (API 009-21474)

NO OP. NAMED

1/16/14

INCREASED DENSITY - 621529 4/2/2014 - G30 - 21-11N-26W

X157235 DMGWL

1 WELL

CHESAPEAKE OPERATING, INC.

2/12/14

LOCATION EXCEPTION - 618905 4/2/2014 - G30 - (I.O.) 21-11N-26W

X157235 VRGL, MSGWU, DMGWL, OTHER

COMP. INT. NCT 300 FSL, NCT 300 FNL, NCT 500 FWL

CHESAPEAKE OPERATING, INC.

12/5/13

MEMO 5/22/2013 - G30 - PIT 1 & 2 - CONCRETE LINED PIT PER OPERATOR OPTION; PIT 2 - OBM

RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT