API NUMBER: 103 24661

Oil & Gas

Horizontal Hole

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

Approval Date: 05/28/2014
Expiration Date: 11/28/2014

PERMIT TO DRILL

WELL LOCATION:	Sec:	24	Twp:	21N	Rge:	1E	County:	NOBLE	
						$\neg$			

SPOT LOCATION: SW NE NE NE FEET FROM QUARTER: FROM NORTH FROM EAST SECTION LINES: 368 523

Lease Name: BUD 19-21N-2E Well No: 1MH Well will be 368 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

CECIL A. GRIM 702 QUAIL CREEK

PERRY OK 73077

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

	Name	Depth		Name		Depth
1	CHEROKEE	4051	6	VIOLA		4825
2	MISSISSIPPIAN	4520	7			
3	WOODFORD	4700	8			
4	HUNTON	4755	9			
5	SYLVAN	4800	10			
Spacing Orders:	No Spacing	Location Exception Orders:			Increased Density Or	ders:

Pending CD Numbers: 201403087 Special Orders:

201403089

Total Depth: 9411 Ground Elevation: 977 Surface Casing: 500 Depth to base of Treatable Water-Bearing FM: 250

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 D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-27242
Chlorides Max: 5000 Average: 3000 H. SEE MEMO

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

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

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is SIX MONTHS, except as otherwise provided by Rule 165: 10-3-1. Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of the Conservation Division as to when Surface Casing will be run.

## PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 325000 Average: 250000

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 19 Twp 21N Rge 2E County **NOBLE** SW Spot Location of End Point: S2 SW SW Feet From: SOUTH 1/4 Section Line: 50 Feet From: WEST 1/4 Section Line: 330

Depth of Deviation: 4252
Radius of Turn: 358
Direction: 169
Total Length: 4597

Measured Total Depth: 9411

True Vertical Depth: 4825

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

Notes:

Category Description

MEMO 5/28/2014 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR OPTION, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201403087 5/28/2014 - G72 - (640 HORZ) 19-21N-02E

EXT 619369 CHRK, MSSP, WDFD, HNTN, SLVN, VIOL, OTHERS;

WDFD & SLVN 330' FB, ALL OTHERS 660' FB;

SUPERSEDE EXISTING NON-DEVELOPED NON-HORIZONTAL UNITS, COEXIST W/ PRODUCING

NON-HORIZONTAL UNITS. REC 5/20/2014 (M PORTER)

PENDING CD - 201403089 5/28/2014 - G72 - 19-21N-02E (I.O.)

X 201403087 CHRK, MSSP, WDFD, HNTN, SLVN, VIOL, OTHER;

COMP INT (MSSP,WDFD,HNTN,SLVN,OTHER) NCT 150 FNL NCT 150 FSL NCT 330 FWL;

COMP INT (CHRK, VIOL) NCT 330 FNL FSL FWL;

NO OPER NAMED:

REC 5/20/2014 (M PORTER)

WATERSHED STRUCTURE 5/28/2014 - G71 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION

WATERSHED STRUCTURE. CONTACT THE LOCAL CONSERVATION DISTRICT OFFICE AT (580)

336-2003 PRIOR TO DRILLING