API NUMBER: 129 24018

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: 10/20/2014

Expiration Date: 04/20/2015

PERMIT TO DRILL

WELL LOCATION:	Sec:	07	Twp:	11N	Rge: 2	26W	County:	ROGE	ER MILLS	
SPOT LOCATION:	NE	NE	N/	Ν	NW	FEET FROM QUA	ARTER:	FROM	NORTH	FROM

NW FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 280 1300

Lease Name: DOBSON 7-11-26 Well No: 2H Well will be 280 feet from nearest unit or lease boundary.

Operator CHESAPEAKE OPERATING LLC Telephone: 4059358143; 4059358 OTC/OCC Number: 17441 0

CHESAPEAKE OPERATING LLC

PO BOX 18496

OKLAHOMA CITY, OK 73154-0496

DOUGLAS KNUDSEN & ALLISON MCKENNA 2237 WINCHELL AVENUE

KALAMAZOO MI 49008

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

Name Depth Name Depth DES MOINES 12705 1 6 2 7 8 3 4 9 5 10 504227 Spacing Orders: Location Exception Orders: 631374 Increased Density Orders: 631690 631375

Pending CD Numbers: Special Orders:

Total Depth: 17750 Ground Elevation: 2204 Surface Casing: 660 Depth to base of Treatable Water-Bearing FM: 410

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

A. Evaporation/dewater and backfilling of reserve pit.

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-28607

H. SEE MEMO

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 07 Twp 11N Rge 26W County ROGER MILLS

Spot Location of End Point: SE SW SW SW Feet From: SOUTH 1/4 Section Line: 200

Feet From: WEST 1/4 Section Line: 500

Depth of Deviation: 12110
Radius of Turn: 780
Direction: 189
Total Length: 4415

Measured Total Depth: 17750

True Vertical Depth: 12890

End Point Location from Lease,
Unit, or Property Line: 200

Notes:

Category Description

EXCEPTION TO RULE - 631375 10/20/2014 - G75 - (I.O.)(IRR UNIT) 7-11N-26W & FRAC SEC 12-11N-27W

X165:10-3-28(C)(2)(B) DSMN (DOBSON 7-11-26 2H

NCT 300' FRÒM KNUDSEN TRUST 1-7

NO OP. NAMED 10-1-2014

INCREASED DENSITY - 631690 10/17/2014 - G75 - (IRR UNIT) 7-11N-26W & FRAC SEC 12-11N-27W

X504227 DSMN

1 WELL

CHESAPEAKE OP., L.L.C.

10-9-2014

LOCATION EXCEPTION - 631374 10/17/2014 - G75 - (I.O.)(IRR UNIT) 7-11N-26W & FRAC SEC 12-11N-27W

X504227 DSMN

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

CHESAPEAKE OP., L.L.C. 10-1-2014

10-1-20

MEMO 10/9/2014 - G76 - PIT 1 & 2 - CONCRETE-LINED PIT PER OPERATOR REQUEST; PIT 2 - OBM TO

VENDOR, OBM CUTTINGS PER DISTRICT

SPACING - 504227 10/17/2014 - G75 - (659.79)(IRR UNIT) 7-11N-26W & FRAC SEC 12-11N-27W

EXT 490876 DSMN, OTHERS