API NUMBER: 129 23969 A

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

Approval Date: 06/25/2014

Expiration Date: 12/25/2014

Horizontal Hole Oil & Gas

SPOT LOCATION: SW

Amend reason: OCC CORRECTION FOR INCREASED DENSITY ORDER

AMEND PERMIT TO DRILL

FROM

WEST

WELL LOCATION:	Coo:	20	Two	1201	Dao:	26

 20
 Twp:
 12N
 Rge:
 26W
 County:
 ROGER MILLS

 SE
 SW
 SW
 FEET FROM QUARTER:
 FROM
 SOUTH

SECTION LINES: 200 850

Lease Name: MELVIN 29-12-26 Well No: 1H Well will be 200 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

MULBERRY CEMETERY 10867 NORTH 1710 ROAD

SWEETWATER OK 73666

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

Name Depth Name Depth HERINGTON 1 9235 6 2 VIRGIL 10094 7 MISSOURIAN 11429 8 3 DES MOINES 12606 9 10 131389 Spacing Orders: Location Exception Orders: 625473 Increased Density Orders: 625441 625474

Pending CD Numbers: Special Orders:

Total Depth: 17800 Ground Elevation: 2300 Surface Casing: 960 Depth to base of Treatable Water-Bearing FM: 710

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

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 14-27531

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 29 Twp 12N Rge 26W County ROGER MILLS

Spot Location of End Point: S2 S2 SW SW Feet From: SOUTH 1/4 Section Line: 200 Feet From: WEST 1/4 Section Line: 660

Depth of Deviation: 12070 Radius of Turn: 780 Direction: 182 Total Length: 4505

Measured Total Depth: 17800

True Vertical Depth: 12850

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

Notes:

Category Description

EXCEPTION TO RULE - 625474 6/24/2014 - G75 - (I.O.) 29-12N-26W

X165:10-3-28(C)(2)(B) DSMN (MELVIN 29-12-26 1H)

NCT 50' FROM FOWLER 2-29

NO OP. NAMED 5-15-2014

INCREASED DENSITY - 625441 6/24/2014 -

6/24/2014 - G75 - 29-12N-26W X131389 DSMN

1 WELL

CHESAPEAKE OP., INC.

5-14-2014

LOCATION EXCEPTION - 625473 6/24/2014 - G75 - (I.O.) 29-12N-26W

X131389 HRNG, VRGL, MSRN, DSMN

COMPL. INT. NCT 330 FNL, NCT 330 FSL, NCT 500 FWL

CHESAPEAKE OP., INC.

5-16-2014

MEMO 6/24/2014 - G71 - PIT 1 & 2 - CONCRETE-LINED PIT PER OPERATOR REQUEST; PIT 2 - OBM TO

VENDOR, OBM CUTTINGS PER DISTRICT

SPACING - 131389 6/24/2014 - G75 - (640) 29-12N-26W

AMD OTHERS

EST HRNG, VRGL, MSRN, DSMN, OTHERS