API NUMBER: 149 21710

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: 10/27/2014 04/27/2015 **Expiration Date**

PERMIT TO DRILL

WELL LOCATION: Sec: Twp: 11N Rge: 19W County: WASHITA 12

FEET FROM QUARTER: FROM SPOT LOCATION: sw SOUTH EAST Isw ll se SE SECTION LINES: 310 1195

Lease Name: BURGERT 12-11-19 Well No: 1H Well will be 310 feet from nearest unit or lease boundary.

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

CHESAPEAKE OPERATING LLC

PO BOX 18496

OKLAHOMA CITY. OK 73154-0496

BEN BRANSON HC 66, BOX 31

FOSS OK 73647

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

Name Depth Name Depth BROWN DOLOMITE DES MOINES 1 4400 6 11500 2 PERMIAN GRANITE WASH 5200 7 TONKAWA UP (DOUGLAS) 8850 8 3 TONKAWA LOW 9700 9 HOXBAR 10150 10 131149 Spacing Orders: Location Exception Orders: 631369 Increased Density Orders: 631368

Pending CD Numbers: Special Orders:

Total Depth: 18150 Ground Elevation: 1735 Surface Casing: 1500 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?

Wellhead Protection Area?

located in a Hydrologically Sensitive Area.

Category of Pit: 1B

Liner required for Category: 1B Pit Location is OTHER HSA Pit Location Formation: DOXEY Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

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

PERMIT NO: 14-28666

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 OTHER HSA

Pit Location Formation: DOXEY

HORIZONTAL HOLE 1

Sec 12 Twp 11N Rge 19W County WASHITA

Spot Location of End Point: N2 N2 NE NE
Feet From: NORTH 1/4 Section Line: 200
Feet From: EAST 1/4 Section Line: 660

Depth of Deviation: 12625 Radius of Turn: 780

Direction: 6

Total Length: 4300

Measured Total Depth: 18150

True Vertical Depth: 11500

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

Notes:

Category Description

DEEP SURFACE CASING 10/16/2014 - G76 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR

SURFACE CASING

INCREASED DENSITY - 631368 10/27/2014 - G75 - 12-11N-19W

X131149 DSMN

1 WELL

CHESAPEAKE OP., L.L.C.

10-1-2014

LOCATION EXCEPTION - 631369 10/27/2014 - G75 - (I.O.) 12-11N-19W

X131149 BRWDO, PMGW, TKUDG, TNKWL, HXBR, DSMN COMPL. INT. NCT 300 FSL, NCT 300 FNL, NCT 500 FEL CHESAPEAKE OP., INC, (NOW CHESAPEAKE OP., L.L.C.)

10-1-2014

MEMO 10/16/2014 - G76 - PIT 1 & 2 - CONCRETE-LINED PIT PER OPERATOR REQUEST; PIT 2 - OBM TO

VENDOR, OBM CUTTINGS PER DISTRICT

SPACING - 131149 10/27/2014 - G75 - (640) 12-11N-19W

EST BRWDO, PMGW, TKUDG, TNKWL, HXBR, DSMN, OTHERS

WATERSHED STRUCTURE 10/16/2014 - G76 - WELL WITHIN 1/2 MILE OF AN OKLAHOMA CONSERVATION COMMISSION

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

832-3719 PRIOR TO DRILLING