

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

API NUMBER: 073 25286

Approval Date: 04/29/2016  
Expiration Date: 10/29/2016

Horizontal Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Sec: 32 Twp: 15N Rge: 7W County: KINGFISHER  
SPOT LOCATION: SE SE SE SE FEET FROM QUARTER: FROM SOUTH FROM EAST  
SECTION LINES: 250 240

Lease Name: CHICKEN YARD 32-15N-7W Well No: 1H Well will be 240 feet from nearest unit or lease boundary.  
Operator Name: DEVON ENERGY PRODUCTION CO LP Telephone: 4052353611; 4052353 OTC/OCC Number: 20751 0

DEVON ENERGY PRODUCTION CO LP  
333 W SHERIDAN AVE  
OKLAHOMA CITY, OK 73102-5010

KANALY PARTNERSHIP C/O RICHARD KANALY  
3800 BRAXTON WAY  
EDMOND OK 73034

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

Name	Depth	Name	Depth
1 MISS'AN (EX CHESTER)	8517	6	
2 HUNTON	9126	7	
3		8	
4		9	
5		10	

Spacing Orders: 651751

Location Exception Orders:

Increased Density Orders:

Pending CD Numbers: 201600882

Special Orders:

Total Depth: 13507

Ground Elevation: 1236

**Surface Casing: 1999**

Depth to base of Treatable Water-Bearing FM: 350

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

Chlorides Max: 5000 Average: 3000

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is NON HSA

Pit Location Formation: CHICKASHA

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

PERMIT NO: 16-31217

H. SEE MEMO

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: 300000 Average: 200000

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is NON HSA

Pit Location Formation: CHICKASHA

HORIZONTAL HOLE 1

Sec 32 Twp 15N Rge 7W County KINGFISHER

Spot Location of End Point: NW NE NE NE

Feet From: NORTH 1/4 Section Line: 50

Feet From: EAST 1/4 Section Line: 350

Depth of Deviation: 8254

Radius of Turn: 478

Direction: 359

Total Length: 4502

Measured Total Depth: 13507

True Vertical Depth: 9126

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

Notes:

Category

Description

DEEP SURFACE CASING

4/28/2016 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON ANY CONDUCTOR OR SURFACE CASING

HYDRAULIC FRACTURING

4/28/2016 - G71 - OCC 165:10-3-10 REQUIRES: 1) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS BE REPORTED TO FRACFOCUS USING THE FOLLOWING LINK [HTTP://FRACFOCUS.ORG/](http://fracfocus.org/) WITH NOTICE GIVEN 48 HOURS IN ADVANCE OF FRACTURING TO THE LOCAL OCC DISTRICT OFFICE; AND, 2) PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE ALSO GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE.

MEMO

4/28/2016 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201600882

4/28/2016 - G64 - (I.O.) 32-15N-7W  
X651751 MSNLC, HNTN  
COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 330' FEL  
NO OP. NAMED  
REC. 3-29-2016 (DUNN)

SPACING - 651751

4/28/2016 - G64 - (640)(HOR) 32-15N-7W  
VAC 195956 MSSSD, HNTN  
EST MSNLC  
EXT 638660 HNTN, OTHER  
POE TO BHL NCT 660' FB

This permit does not address the right of entry or settlement of surface damages.  
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