API NUMBER: 011 23653

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

Approval Date: 09/20/2016

Expiration Date: 03/20/2017

Straight Hole Stratigraphic Test

Pit Location is AP/TE DEPOSIT

Pit Location Formation:

TERRACE

PERMIT TO DRILL

| ELL LOCATION: Sec: 33 Twp: 16N Rge: 11W | County: BLAINI | E | | | |
|---|---|---------------------|--|-------------------------------|------------------------------|
| POT LOCATION: N2 S2 S2 S2 FEET FRO | OM QUARTER: FROM | SOUTH FROM | EAST | | |
| SECTION | LINES: | 550 | 2640 | | |
| Lease Name: WOLFE 33-16N-11W | Well No: | 1 | Well wi | ill be 550 feet from near | rest unit or lease boundary. |
| Operator DEVON ENERGY PRODUCTION CO LP Name: | | Telephone: 4 | 052353611; 4052353 | OTC/OCC Number: | 20751 0 |
| DEVON ENERGY PRODUCTION CO LP 333 W SHERIDAN AVE | | | BILTZ-WOLFE FARMS, LLC 13128 OAKCLIFF ROAD | | |
| OKLAHOMA CITY, OK 73102 | -5010 | OKLAHOMA CITY | | _ | 73120 |
| Formation(s) (Permit Valid for Listed Formations Name MISSISSIPPIAN WOODFORD HUNTON HUNTON | s Only): Depth 9942 11561 11656 | 6 7 8 9 | | Deţ | oth |
| pacing Orders: | Location Exception C | | | Increased Density Orders: | |
| No Spacing CD Numbers: 201603730 | | | | Special Orders: | |
| Total Depth: 11656 Ground Elevation: 1506 | Surface C | asing: 1500 | 1 | Depth to base of Treatable Wa | ter-Bearing FM: 50 |
| Under Federal Jurisdiction: No | Fresh Water S | Supply Well Drilled | : No | Surface Water | r used to Drill: Yes |
| PIT 1 INFORMATION | | Ap | proved Method for disposal of | f 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) H. SEE MEMO | | PERMIT NO: 16-3161 |
| Chlorides Max: 8000 Average: 4000 s depth to top of ground water greater than 10ft below base of pit? Vithin 1 mile of municipal water well? N Vellhead Protection Area? N | Y | _ | . SLE IVIEIVIO | | |
| Pit is located in a Hydrologically Sensitive Area. | | | | | |
| Category of Pit: C | | | | | |
| iner not required for Category: C | | | | | |

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 located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is AP/TE DEPOSIT
Pit Location Formation: TERRACE

Notes:

Category Description

DEEP SURFACE CASING 9/20/2016 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF

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

SURFACE CASING

HYDRAULIC FRACTURING 9/20/2016 - 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/ 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.

INTERMEDIATE CASING 9/20/2016 - G71 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER-

PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE

MORROW SERIES

MEMO 9/20/2016 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201603730 9/20/2016 - G64 - (I.O.) 33-16N-11W

X165:10-7-31(B)(2) EXCEPTION TO ALLOW FRACTURE STIMULATION IN STRATIGRAPHIC TEST

HOLE

DEVON ENERGY PROD. CO., L.P. REC. 9-15-2016 (M. PORTER)

SPACING 9/20/2016 - G64 - NA-STRATIGRAPHIC TEST

TECH RESPONSE FORM 9/20/2016 - G64 - STAFF HAS NO OBJECTIONS TO THIS APPLICATION GIVEN THE DATA

SUBMITTED, PROVIDED THIS WELL WILL NEVER BE CONVERTED TO A PRODUCING WELL; ANY FRAC WILL BE REPORTED TO FRAC FOCUS; THE STRAT TEST IS FOR SCIENTIFIC RESEARCH ONLY; THIS RELIEF WILL NOT SET PRECEDENT FOR FUTURE STRAT TEST WELLS

(PER TIM BAKER)

API: 011 23653 **BLAINE** __ County, Oklahoma 550'FSL-2640'FEL 33 Township 16N Range 11W I.M. _ Section __ X= 1891471.1 Y= 301108.4 X= 1886196.0 Y= 301138.9 for information shown herein construction purposes X= 1886180.5 Y= 298504.9 X= 1891457.3 Y= 298477.2 SURFACE HOLE 550'FSL-2640'FEL NAD-83 (US Feet) 35'48'49.5" N 98'22'31.3" W 35.81374771 N OGR46' 98.37536630 W 2082.1 8-N-5 X = 1857206Y=296433 537 1958 ±2' West of N-S 1/4 Sec. Line V-DOOR EAST 2637.7 2640.0 **GRID** NAD-27 OK NORTH 550.0 Township Line + US Feet T16N-R11W Scale: T15N-R11W 1"= 1000' 1888805.2 295859.1 X= 1891443.4 Y= 295846.1 Operator: DEVON ENERGY PRODUCTION CO., LP **ELEVATION:** Lease Name: WOLFE 33-16N-11W 1506' Gr. at Stake Well No .: _ Topography & Vegetation <u>Loc. fell in open field.</u> Reference Stakes or Alternate Location Good Drill Site? Yes Stakes Set None Best Accessibility to Location From South off county road Distance & Direction From US Hwy. 270 and St. Hwy 33 in Watonga, go ±2.0 miles east from Hwy Jct or Town on St. Hwy 33, then go ±2.0 mile South, then ±1.0 mile East to the SE Cor. of Sec. 33-T16N-R11W. WASTESSIONAL Date of Drawing: Sep. 12, 2016 Invoice # <u>264821</u> Date Staked: <u>Sep. 8, 2016</u> NAD-27 TR LAT: _35°48'49.3"N LONG: 98°22'30.1"W **CERTIFICATE:** LAT: <u>35.813701733°N</u> THOMAS L. Thomas L. Howell HOWELL

LONG: 98.375020313°W STATE PLANE COORDINATES: (US Feet) ZONE: OK NORTH 1888806 296409

I, Thomas L. Howell an Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify to the information shown herein

Oklahoma Lic. No. 1433

