API NUMBER: 087 22056

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: 10/07/2016
Expiration Date: 04/07/2017

PERMIT TO DRILL

WELL LOCATION:	Sec:	03	Twp:	5N	Rge:	4W	County:	MCCLAIN
	$\overline{}$	\neg $-$	-	$\overline{}$	$\overline{}$	_		

SPOT LOCATION: SW SE SE SW FEET FROM QUARTER: FROM SOUTH FROM WEST SECTION LINES: 212 1993

Lease Name: CHOATE 0504 Well No: 10-1HW Well will be 212 feet from nearest unit or lease boundary.

Operator EAGLE EXPLORATION PRODUCTION LLC Telephone: 9187461350 OTC/OCC Number: 23413 0

EAGLE EXPLORATION PRODUCTION LLC 6100 S YALE AVE STE 700

TULSA, OK 74136-1935

BOBBY GENE BOYDSTON JR., TRUSTEE

206 SW 3RD ST.

LINDSAY OK 73052

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

	Name	Depth	Name	Depth
1	MISSISSIPPIAN	10382	6	
2	WOODFORD	10590	7	
3			8	
4			9	
5			10	
Spacing Orders:	656736	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: 201603623 Special Orders:

Total Depth: 15340 Ground Elevation: 1136 Surface Casing: 1000 Depth to base of Treatable Water-Bearing FM: 270

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? $\quad \mbox{Y}$

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 BED AQUIFER
Pit Location Formation: DUNCAN

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 16-31628

H. SEE MEMO

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 BED AQUIFER
Pit Location Formation: DUNCAN

HORIZONTAL HOLE 1

Sec 10 Twp 5N Rge 4W County MCCLAIN

Spot Location of End Point: S2 SW SE SW Feet From: SOUTH 1/4 Section Line: 165

Feet From: WEST 1/4 Section Line: 1650

Depth of Deviation: 10140 Radius of Turn: 477

Direction: 185
Total Length: 4451

Total Length: 4451

Measured Total Depth: 15340

True Vertical Depth: 10640

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 10/5/2016 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

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

SURFACE CASING

HYDRAULIC FRACTURING 10/5/2016 - 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.

MEMO 10/5/2016 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201603623 10/7/2016 - G75 - (I.O.) 10-5N-4W

X656736 MSSP, WDFD

COMPL. INT. NCT 165' TO NL, NCT 165' TO SL, NCT 330' TO WL

NO OP. NAMED

REC 9-13-2016 (MCKEOWN)

SPACING - 656736 10/7/2016 - G75 - (640)(HOR) 10-5N-4W

VAC 349601 SCMR, WDFD VAC 436202 SCMR, WDFD VAC 457865 SCMR VAC 604083 SCMR, WDFD EXT 629918 WDFD

EST MSSP

POE TO BHL (MSSP) NCT 660' FB

POE TO BHL (WDFD) NCT 165' FNL & FSL, NCT 330' FEL & FWL

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.

087 22056 CHOATE 0504 10-1HW

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA
6709 NORTH CLASSEN BLVD., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293 LS API 087-22056 MCCLAIN County, Oklahoma 212'FSL-1993'FWL 5N 4W Section Township Range _I.M. Township Line-P T6N - R4W 3 X= 2114660 Y= 585824 75N -X= 2117298 Y= 585821 X= 2119936 Y= 585818 construction purposes information shown LOT 4 OGRADA PN-0-N-0-LOT 3 LOT 2 LOT 1 £57. 1968. GRID S/2-NW/4 S/2-NE/4 NAD-27 K SOUTH O US Feet 1000 X= 2119945 Y= 583135 3 CALCULATED = 2114647 = 583115 Best Accessibility to Distance & Directifrom Hwy Jct or Good Operator: Topography & Vegetation then Hwy Jct or Dri EAGLE CHOATE 2423 ō ENERGY EXPLORATION, Town ion mle Location to Yes the From Loc. WS Criner, fell X= 2119966 Y= 580491 From X= 2117319 Y= 580488 Cor. ⊇. sloping South LLC 2114673 580485 9 2 LANDING POINT 165'FNL-1650'FWL NAD-27 (US Feet) 34'55'38.6"N 97'36'43.0"N 34.927381828'N 97.611939844'W X= 2116324 Y= 580322 Reference Stakes or Stakes Set None go off pasture; West county ±2.0 + road 180 miles, Z Alternate of then No.: E-W South 10-1HW fence; Location 2114686 577835 X= 2119973 Y= 577838 X= 2117327 Y= 577836 ±3.0 10 ±281 miles 136 WS 2484 of Gr. NW-SE at Stake BOTTOM HOLE 165'FSL-1650'FWL NAD-27 (US Feet) 34'54'49.4"N 97'36'42.9"W 34.913726639'N 97.611919419'W X= 2116349 Y= 575352 barn fence 989' X= 2114700 Y= 575185 X= 2117338 Y= 575189 X= 2119974 Y= 575188 1650 BOTTOM HOLE, LANDING POINT AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. 165 A OF ESSIONAL Oct. 5, 2016 Date of Drawing: _ Invoice # 266139 28, 2016 was receiver accuracy. DATUM: NAD-27 LAT: 34°55'42.3"N TR _ Date Staked: Aug. LONG: 97°36'38.9"W **CERTIFICATE:** 34.928416498°N THOMAS I LAT: Thomas L. Howell an Oklahoma Licensed Land HOWELL This informat hered with a (1 ±1 foot Horiz.// LONG: 97.610799200°W Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify to the STATE PLANE 1433 COORDINATES: (US Feet) information shown herein ZONE: OK SOUTH Thoma Z. Non 2116664 143 580700 Oklahoma Lic. No. _