API NUMBER: 073 25412

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: 11/07/2016 05/07/2017 **Expiration Date** 

PERMIT TO DRILL

County: KINGFISHER WELL LOCATION: Sec: Twp: 18N Rge: 6W

FEET FROM QUARTER: SPOT LOCATION: SOUTH FROM EAST Isw sw SE SE SECTION LINES: 243 1133

Lease Name: MORRIS 31-18-6 Well No: 2H Well will be 243 feet from nearest unit or lease boundary.

CHESAPEAKE OPERATING LLC Operator Telephone: 4059353425: 4059358 OTC/OCC Number: 17441 0 Name:

CHESAPEAKE OPERATING LLC

PO BOX 18496

OKLAHOMA CITY. OK 73154-0496

RANDALL MORRIS FARRAR, MARK FARRAR AND STEVEN FARRAR

PO BOX 197

**DOVER** OK 73734

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

Name Depth Name Depth 1 **BIG LIME** 6350 6 2 OSWEGO 6390 7 3 8 4 9 5 10 655822 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201604253 Special Orders:

201604254

Total Depth: 11800 Ground Elevation: 1098 Surface Casing: 460 Depth to base of Treatable Water-Bearing FM: 210

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No Surface Water used to Drill: No

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION Type of Pit System: ON SITE A. Evaporation/dewater and backfilling of reserve pit. 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?

is located in a Hydrologically Sensitive Area.

TERRACE

Category of Pit: 1B Liner required for Category: 1B Pit Location is AP/TE DEPOSIT

Pit Location Formation:

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 16-31710

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 AP/TE DEPOSIT
Pit Location Formation: TERRACE

## **HORIZONTAL HOLE 1**

Sec 31 Twp 18N Rge 6W County KINGFISHER

Spot Location of End Point: C N2 N2 N2 N2 Feet From: NORTH 1/4 Section Line: 330

Feet From: EAST 1/4 Section Line: 2640

Depth of Deviation: 6261 Radius of Turn: 593 Direction: 350 Total Length: 4607

Measured Total Depth: 11800

True Vertical Depth: 6622

End Point Location from Lease,
Unit, or Property Line: 330

Notes:

Category Description

HYDRAULIC FRACTURING 10/25/2016 - 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 10/25/2016 - G71 - PITS 1 & 2 - CONCRETE LINED PIT PER OPERATOR REQUEST, PIT 2 - OBM

RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201604253 10/25/2016 - G64 - (I.O.) 31-18N-6W

X655822 BGLM, OSWG

2 WELLS

CHESAPEAKE EXPLORATION, LLC REC. 10-18-2016 (M. PORTER)

PENDING CD - 201604254 10/25/2016 - G64 - (I.O.) 31-18N-6W

X655822 BGLM, OSWG

COMPL. INT. NCT 330' FSL, NCT 330' FNL, NCT 2600' FEL

CHESAPEAKE EXPLORATION, LLC REC. 10-18-2016 (M.PORTER)

SPACING - 655822 10/25/2016 - G64 - (640)(HOR) 31-18N-6W

EST BGLM, OSWG POE TO BHL NCT 660' FB

(COEXIST SP. ORDER #57462/57687 BGLM, OSWG)

SURFACE CASING 10/25/2016 - G71 - MIN. 300' PER ORDERS 23720/41036/42410

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.

073 25412 MORRIS 31-18-6 2H

