API NUMBER: 017 24947

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: 11/18/2016
Expiration Date: 05/18/2017

PERMIT TO DRILL

WELL LOCATION: Sec: 23 Twp: 14N Rge: 8W County: CANADIAN

SPOT LOCATION: NW NE NW SW FEET FROM QUARTER: FROM SOUTH FROM WEST

SECTION LINES: 2460 750

Lease Name: MARY Well No: 1H-2326X Well will be 750 feet from nearest unit or lease boundary.

Operator CIMAREX ENERGY CO Telephone: 9185851100 OTC/OCC Number: 21194 0

CIMAREX ENERGY CO

202 S CHEYENNE AVE STE 1000

TULSA, OK 74103-3001

ROBERT BOMHOFF

P.O. BOX 442

OKARCHE OK 73762

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

Name Depth Name Depth MISSISSIPPIAN 1 8800 6 2 WOODFORD 9930 7 3 8 4 9 10

Spacing Orders: 654064 Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201604427 Special Orders:

201604600 201603104 201604599

Total Depth: 17052 Ground Elevation: 1222 **Surface Casing: 1500** Depth to base of Treatable Water-Bearing FM: 290

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

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

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: FLOWERPOT

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 16-31768

H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

HORIZONTAL HOLE 1

Sec 26 Twp 14N Rge 8W County CANADIAN

Spot Location of End Point: SE SW SW SW Feet From: SOUTH 1/4 Section Line: 150
Feet From: WEST 1/4 Section Line: 450

Depth of Deviation: 9204
Radius of Turn: 521
Direction: 185
Total Length: 7030

Measured Total Depth: 17052

True Vertical Depth: 9930

End Point Location from Lease,
Unit, or Property Line: 150

Notes:

Category Description

DEEP SURFACE CASING 11/17/2016 - 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 11/17/2016 - 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 11/17/2016 - 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

PENDING CD - 201603104 11/18/2016 - G75 - (640)(HOR) 26-14N-8W

VAC 184141 MCSTR VAC 129625 MISS SW4 EST MSSP

EXT 652834 WDFD COMPL. INT. (MSSP) NLT 660' FB

COMPL. INT. (WDFD) NLT 165' FNL & FSL. NLT 330' FEL & FWL

(COEXIST SP. ORDER # 129625 MISS NW4 & E2)

REC 9-26-2016 (M. PORTER)

PENDING CD - 201604427 11/18/2016 - G75 - 23-14N-8W

X654064 MSSP 1 WELL NO OP. NAMED

REC 10-25-2016 (COLAW)

PENDING CD - 201604599 11/18/2016 - G75 - (I.O.) 23 & 26-14N-8W

EST MULTIUNIT HORIZONTAL WELL X654064 MSSP, WDFD 23-14N-8W X201603104 MSSP, WDFD 26-14N-8W

(WDFD ASSOCIATED COMMON SOURCE OF SUPPLY TO MSSP)

35.85% 23-14N-8W 64.15% 26-14N-8W CIMAREX ENERGY CO. REC 11-1-2016 (DUNN)

PENDING CD - 201604600 11/18/2016 - G75 - (I.O.) 23 & 26-14N-8W

X654064 MSSP, WDFD 23-14N-8W X201603104 MSSP, WDFD 26-14N-8W

COMPL. INT. (23-14N-8W) NCT 1320' FNL, NCT 0' FSL, NCT 370' FWL COMPL. INT. (26-14N-8W) NCT 0' FNL, NCT 150' FSL, NCT 370' FWL

CIMAREX ENERGY CO. REC 11-1-2016 (DUNN)

Description Category

11/18/2016 - G75 - (640)(HOR) 23-14N-8W VAC 141089 MCSTR, MISS **SPACING - 654064**

EST MSSP

EXT 630012 WDFD

COMPL. INT. (MSSP) NLT 660' FB COMPL. INT. (WDFD) NLT 165' FNL & FSL, NLT 330' FEL & FWL

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 CANADIAN API 017-24947 County, Oklahoma 2460'FSL-750'FWL Section 23 <u>14N</u> Range <u>8W</u> I.M. _ Township X 1991021 Y 248274 X 1996343 Y 248255 BOTTOM HOLE AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. GRID NAD-27 OK NORTH US FEET Scale: 1" = 1000' X 1996351 Y 245616 1000 (23)>194 750 Distance & from Hwy Best Accessibility to Distance & Direction from Hwy Jct or Tow Good Topography & Vegetation Lease Northwest Corner of Sec. Name: MARY PROPOSED LANDING POINT 1910'FSL-450'F 35'40'21.8" N 98'01'43.2" W 35.672709251' 98.028660071' X: 1991488 Y: 244874 N W 2460 ENERGY Location From Loc. CO From fell T14N-R8W 2. level Oklahoma, X 1991047 Y 242964 X 1993707 Y 242965 X 1996361 Y 242967 off county Reference S Stakes Set g PROPOSED road Stakes H S miles Ve | ç PATH Alternate No. West 1H-2326X 9 Location paved X 1959455 Y 240342 X 1964773 Y 240339 26 road, then 2498' S at miles Stake PROPOSED BOTTOM HOLE 150'FSL-450'F 35'39'12.0" N 98'01'42.9" W 35.653330024' 98.028581125' X: 1991509 Y: 237820 South ç the 450' X 1959461 Y 237694 X 1962122 Y 237691 2210 >150 THE INFORMATION SHOWN HEREIN IS FOR CONSTRUCTION PURPOSES ONLY Date of Drawing: Oct. 20, 2016 Invoice # 266654A Date Staked: Oct. 12, 2016 **NMB** DATUM: NAD-27 LAT: <u>35°40'27.2" N</u> LONG: <u>98°01'39.6" W</u> **CERTIFICATE:** THOMAS L LAT: <u>35.674221043° N</u> Thomas L. Howell an Oklahoma Licensed Land HOWELL LONG: 98.027660316° W This informat hered with a (1 ±1 foot Horiz./ 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. 5-ZO-*LAHOMA ZONE: OK NORTH Mome 1991785 245424 Oklahoma Lic. No. _