API NUMBER: 011 23735

Oil & Gas

Is depth to top of ground water greater than 10ft below base of pit? Y

located in a Hydrologically Sensitive Area.

Within 1 mile of municipal water well? N

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

Wellhead Protection Area?

Category of Pit: C

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: 02/01/2017

Expiration Date: 08/01/2017

PERMIT TO DRILL

PERMIT TO DRILL			
WELL LOCATION: Sec: 27 Twp: 16N	Rge: 11W County: BLAINE		
SPOT LOCATION: SE SW SE	SE FEET FROM QUARTER: FROM SC	OUTH FROM EAST	
	SECTION LINES: 28	5 790	
Lease Name: PHENIX 27-16N-11W	Well No: 2	H Well w	ill be 285 feet from nearest unit or lease boundary.
Operator DEVON ENERGY PRODU Name:	CTION CO LP	Telephone: 4052353611; 4052353	OTC/OCC Number: 20751 0
DEVON ENERGY PRODUCTION 333 W SHERIDAN AVE	N CO LP		K STRACK, CO-TTEES FRANK STRACK & < 1994 LVG TRUST
OKLAHOMA CITY,	OK 73102-5010	RT 2, BOX 65	
		WATONGA	OK 73772
Formation(s) (Permit Valid for Listen Name 1 MISSISSIPPIAN 2 3 4 5 Spacing Orders: No Spacing	ted Formations Only): Depth 9691 Location Exception Ord	Name 6 7 8 9 10	Depth Increased Density Orders:
Pending CD Numbers: 201605312 201605315 201605313 201605488			Special Orders:
Total Depth: 15413 Ground Elev	ation: 1555 Surface Ca	sing: 1999	Depth to base of Treatable Water-Bearing FM: 60
Under Federal Jurisdiction: No	Fresh Water Su	upply Well Drilled: No	Surface Water used to Drill: Yes
PIT 1 INFORMATION Type of Pit System: CLOSED Closed System	Moans Stool Dits	Approved Method for disposal of	r Drilling Fluids:
Type of Mud System: CLOSED Closed System Type of Mud System: WATER BASED Chlorides Max: 8000 Average: 5000	i modilo otoei filo	D. One time land application H. SEE MEMO	(REQUIRES PERMIT) PERMIT NO: 16-31959

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

HORIZONTAL HOLE 1

Sec 27 Twp 16N Rge 11W County BLAINE

Spot Location of End Point: NE NW NE NE Feet From: NORTH 1/4 Section Line: 50

Feet From: EAST 1/4 Section Line: 790

Depth of Deviation: 10192 Radius of Turn: 477 Direction: 360 Total Length: 4471

Measured Total Depth: 15413

True Vertical Depth: 11286

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

Additional Surface Owner Address City, State, Zip

LOUIS RAY & JANICE A. HOOD, CO- P.O. BOX 64 GREENFIELD, OK 73043

Notes:

Category Description

DEEP SURFACE CASING 12/20/2016 - 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 12/20/2016 - 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 12/20/2016 - 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 12/20/2016 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2

- OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201605312 12/20/2016 - G64 - (640)(HOR) 27-16N-11W

EXT 656663 MSSP, WDFD, HNTN POE TO BHL (MSSP, HNTN) NCT 660' FB

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

REC. 12-13-2016 (M. PORTER)

Category Description

12/20/2016 - G64 - (I.O.) 27-16N-11W X201605312 MSSP ** PENDING CD - 201605313

3 WELLS NO OP. NAMED

REC. 12-13-2016 (M. PORTER)

**AMENDED ORDER ONLY FOR MSSP, NO HNTN OR WDFD

PENDING CD - 201605315 12/20/2016 - G64 - (I.O.) 27-16N-11W X201605312 MSSP, WDFD, HNTN

COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 660' FEL

NO OP. NAMED

REC. 12-13-2016 (M. PORTER)

PENDING CD - 201605488 1/19/2017 - G64 - (I.O.) 27-16N-11W

X165:10-3-28(C)(2)(B) MSSP, OTHERS

PHENIX 27-16N-11W 1H, PHENIX 27-16N-11W 2H, PHENIX 27-16N-11W 3H MAY BE CLOSER

THAN 600' FROM ONE ANOTHER REC. 1-23-2017 (P. PORTER)

