API NUMBER: 093 25137 A

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

Approval Date: 04/24/2018
Expiration Date: 10/24/2018

Horizontal Hole Oil & Gas

Amend reason: CHANGE PITS & LOCATION EXCEPTION ORDER

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: 20 Twp: 20N Rge: 11W County: MAJOR

SPOT LOCATION: NE NE NE NW FEET FROM QUARTER: FROM NORTH FROM WEST

SECTION LINES: 260 2458

Lease Name: EITZEN 17-20-11 Well No: 2H Well will be 260 feet from nearest unit or lease boundary.

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

CHESAPEAKE OPERATING LLC

PO BOX 18496

OKLAHOMA CITY, OK 73154-0496

ROBERT & ALETHA EITZEN

321 S. 9TH AVE

FAIRVIEW OK 73737

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

Depth Name Depth MISSISSIPPIAN (LESS CHESTER) 1 7791 6 2 WOODFORD 8445 7 3 HUNTON 8476 8 4 9 10 676056 Spacing Orders: Location Exception Orders: 676839 Increased Density Orders:

Pending CD Numbers: Special Orders:

Total Depth: 13750 Ground Elevation: 1252 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 730

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

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED
Chlorides Max: 25000 Average: 8000

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: 1A

Liner required for Category: 1A
Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-34212

H. SEE MEMO

PIT 2 INFORMATION

Type of Pit System: ON SITE

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: 3
Liner required for Category: 3
Pit Location is ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 17 Twp 20N Rge 11W County **MAJOR** NW Spot Location of End Point: ΝE NE NF Feet From: NORTH 1/4 Section Line: 150 Feet From: WEST 1/4 Section Line: 2635

Depth of Deviation: 8022 Radius of Turn: 477

Direction: 2

Total Length: 4978

Measured Total Depth: 13750

True Vertical Depth: 8510

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

Notes:

Category Description

DEEP SURFACE CASING 4/18/2018 - 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 4/18/2018 - G71 - OCC 165:10-3-10 REQUIRES:

1) PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE:

2) WITH NOTICE ALSO GIVEN 48 HOURS IN ADVANCE OF HYDRAULIC FRACTURING ALL WELLS TO BOTH THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES, USING THE

"FRAC NOTICE FORM" FOUND AT THE FOLLOWING LINK:

OCCEWEB.COM/OG/OGFORMS.HTML; AND,

3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG

INTERMEDIATE CASING 4/18/2018 - 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

LOCATION EXCEPTION - 676839 7/20/2018 - G57 - (I.O.) 17-20N-11W

X676056 MSNLC, WDFD, HNTN

COMPL. INT. NCT 150' FSL, NCT 150' FNL, NCT 1980' FWL

CHESAPEAKE EXPLORATION, LLC.

4-25-2018

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.

093 25137 EITZEN 17-20-11 2H

Category Description

7/19/2018 - G71 - PITS 1 & 2 - CONCRETE LINED PIT PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT MEMO

SPACING - 676056 4/23/2018 - G57 - (640)(HOR) 17-20N-11W

EST MSNLC, WDFD, HNTN

POE TO BHL (MSNLC, HNTN) NCT 660' FB

POE TO BHL (WDFD) NCT 165' FNL & FSL, NCT 330' FEL & FWL (COEXIST WITH SP. ORDER 197779 MISS, MSSSD, HNTN)