

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

API NUMBER: 073 26001 A

Approval Date: 04/09/2018

Expiration Date: 10/09/2018

Horizontal Hole Oil & Gas

Amend reason: TO SHOW CORRECT MUW/LE NOS.

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: 08 Twp: 15N Rge: 9W

County: KINGFISHER

SPOT LOCATION: ☐ SE ☐ SW ☐ SE ☐ SE

FEET FROM QUARTER: FROM SOUTH FROM EAST

SECTION LINES: 238 782

Lease Name: BERNHARDT 8_5-15N-9W

Well No: 7HX-R

Well will be 238 feet from nearest unit or lease boundary.

Operator Name: DEVON ENERGY PRODUCTION CO LP

Telephone: 4052353611; 4052353

OTC/OCC Number: 20751 0

DEVON ENERGY PRODUCTION CO LP
333 W SHERIDAN AVE
OKLAHOMA CITY, OK 73102-5015

DIANNE SHAW, REMAINDERMAN
P.O. BOX 330574
ATLANTIC BEACH FL 32233

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

| | Name | Depth | Name | Depth |
|---|------------------------------|-------|------|-------|
| 1 | MISSISSIPPIAN | 8895 | 6 | |
| 2 | MISSISSIPPIAN (LESS CHESTER) | 9680 | 7 | |
| 3 | WOODFORD | 10300 | 8 | |
| 4 | | | 9 | |
| 5 | | | 10 | |

Spacing Orders: 645049
631851

Location Exception Orders: 680318

Increased Density Orders: 672906
672907

Pending CD Numbers: 201706750

Special Orders:

Total Depth: 19945

Ground Elevation: 1232

Surface Casing: 1999

Depth to base of Treatable Water-Bearing FM: 460

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? Y

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: CHICKASHA

D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 17-33424

H. SEE MEMO

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.

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 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: CHCKASHA

HORIZONTAL HOLE 1

Sec 05 Twp 15N Rge 9W County KINGFISHER

Spot Location of End Point: NW NE NE NE

Feet From: NORTH 1/4 Section Line: 50

Feet From: EAST 1/4 Section Line: 500

Depth of Deviation: 9389

Radius of Turn: 477

Direction: 2

Total Length: 9806

Measured Total Depth: 19945

True Vertical Depth: 10300

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

| Additional Surface Owner | Address | City, State, Zip |
|--------------------------------|----------------------|---------------------|
| ROBERT JOHN EDWARD, A LIFE ES | 2741 FLEETWOOD DRIVE | SAN BRUNO, CA 94066 |
| DEBORAH LOUISE SHAW, A LIFE ES | 1845 HELENA DRIVE | CONCORD, CA 94521 |
| DUSTIN SHAW, REMAINDERMAN | 1845 HELENA DRIVE | CONCORD, CA 94521 |

Notes:

Category

Description

DEEP SURFACE CASING

2/15/2018 - 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

4/9/2018 - 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: OCCWEB.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

INCREASED DENSITY - 672906

2/16/2018 - G60 - (F.O.) 8-15N-9W
X645049 MSNLC
9 WELLS
DEVON ENERGY PRODUCTION CO, LP
1/31/18

This permit does not address the right of entry or settlement of surface damages.

073 26001 BERNHARDT 8_5-15N-9W 7HX-R

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.

| Category | Description |
|-----------------------------|--|
| INCREASED DENSITY - 672907 | 2/16/2018 - G60 - (F.O.) 5-15N-9W X631851 MSSP 9 WELLS DEVON ENERGY PRODUCTION CO, LP 1/31/18 |
| INTERMEDIATE CASING | 2/15/2018 - 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 - 680318 | 7/24/2018 - G60 - (I.O.) 8 & 5-15N-9W X645049 (8-15N-9W) MSNLC, WDFD X631851 (5-15N-9W) MSSP, WDFD X165:10-3-28(C)(2)(B) MSSP, MSNLC, WDFD MAY BE CLOSER THAN 600' TO ANOTHER PROPOSED WELL OR THE LENA SHAWVER 1 WELL COMPL. INT. (8-15N-9W) NCT 165' FSL, NCT 0' FNL, NCT 330' FEL COMPL. INT. (5-15N-9W) NCT 0' FNL, NCT 165' FNL, NCT 330' FEL DEVON ENERGY PROD. CO. LP. 7/18/18 |
| MEMO | 2/15/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT |
| PENDING CD - 201706750 | 7/24/2018 - G60 - (I.O.) 8 & 5-15N-9W EST MULTIUNIT HORIZONTAL WELL X645049 (8-15N-9W) MSNLC, WDFD X631851 (5-15N-9W) MSSP, WDFD (WDFD IS AN ADJACENT COMMON SOURCE OF SUPPLY TO MSNLC/MSSP) 50% 8-15N-9W 50% 5-15N-9W DEVON ENERGY PROD. CO. LP. REC. 1/11/18 (P. PORTER) |
| SPACING - 631851 | 2/16/2018 - G60 - (640)(HOR) 5-15N-9W EST MSSP, WDFD, OTHER COMPL. INT. (MSSP) NLT 660' FB COMPL. INT. (WDFD) NLT 330' FEL & FWL, NCT 165' FNL & FSL (COEXIST WITH 56289 MCSTR; SP. ORDER 212941 MSSSD) |
| SPACING - 645049 | 2/16/2018 - G60 - (640)(HOR) 8-15N-9W EST MSNLC, HNTN EXT 642679 WDFD COMPL. INT. (MSNLC, HNTN) NCT 660' FB COMPL. INT. (WDFD) NCT 165' FNL & FSL, NCT 330' FEL & FWL (COEXIST WITH SP. OR DER 176175 MSSSD, HNTN) |

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