API NUMBER: 051 24440 Α OKLAHOMA CORPORATION COMMISSION **OIL & GAS CONSERVATION DIVISION** P.O. BOX 52000 **OKLAHOMA CITY, OK 73152-2000** (Rule 165:10-3-1)

Approval Date: 08/15/2018 02/15/2019 **Expiration Date**

Horizontal Hole Oil & Gas

Amend reason: SHL AND LEASE NAME CHANGE

Lease Name: DESKINS 2392

AMEND PERMIT TO DRILL

WEST

WELL LOCATION: Sec: Twp: 8N Rge: 5W County: GRADY FEET FROM QUARTER: SPOT LOCATION: NW FROM NORTH FROM NW llnw

> SECTION LINES: 485

> > зн

Well No:

425 feet from nearest unit or lease boundary.

EOG RESOURCES INC Operator OTC/OCC Number: Telephone: 4052463212 16231 0 Name:

EOG RESOURCES INC 3817 NW EXPRESSWAY STE 500

OKLAHOMA CITY. OK 73112-1483 PHYLLIS J PICKARD REVOCABLE TRUST

Well will be

PO BOX 743

BLANCHARD OK 73010

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

Depth Name Depth MISSISSIPPIAN (LESS CHESTER) 1 10785 6 2 WOODFORD 11085 7 MISSISSIPPIAN 11135 8 3 HUNTON 11205 9 10

679452 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201803497 Special Orders:

Total Depth: 22770 Ground Elevation: 1321 Surface Casing: 1500 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?

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: 18-34736

E. Haul to Commercial pit facility: Sec. 31 Twn. 12N Rng. 8W Cnty. 17 Order No: 587498

H. SEE MEMO

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: CHICKASHA

HORIZONTAL HOLE 1

Rge 5W Sec 32 Twp 8N County **GRADY** Spot Location of End Point: S2 SW SE SW Feet From: SOUTH 1/4 Section Line: 165 WEST Feet From: 1/4 Section Line: 1650

Depth of Deviation: 11000 Radius of Turn: 973

Direction: 175

Total Length: 11190

Measured Total Depth: 22770

True Vertical Depth: 11300

End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 7/5/2018 - 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 7/5/2018 - 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

MEMO 7/5/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 1 -

WBM & CUTTINGS TO BE SOIL FARMED; PIT 2 - OBM CUTTINGS TO R360 (ORDER # 587498) OR DEQ APPROVED FACILITY (SOUTHERN PLAINS LANDFILL, 3-5N-6W, GRADY CO., #

3526013); PIT 2 - OBM TO VENDOR

PENDING CD - 201803497 7/9/2018 - G58 - (E.O.)(640)(HOR) 29-8N-5W

EXT 670842 MSNLC, WDFD, HNTN COMPL. INT. (MSNLC, HNTN) NCT 660' FB

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

(COEXIST WITH PRODUCING NON-HORIZONTAL DRILLING AND SPACING UNITS)

REC 6/1/2018 (P. PORTER)

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.

051 24440 DESKINS 2392 3H

Category Description

PENDING CD - 201804926 7/9/2018 - G58 - 29-8N-5W

X201803497 MSNLC, WDFD

3 WELLS

NO OP. NAMED HEARING 8/20/2018

PENDING CD - 201804927 7/9/2018 - G58 - 32-8N-5W

X679452 MSSP, WDFD

3 WELLS NO OP. NAMED HEARING 8/20/2018

PENDING CD - 201804930 7/9/2018 - G58 - (E.O.) 29 & 32-8N-5W

EST MULTIUNIT HORIZONTAL WELL X201803497 MSNLC, WDFD 29-8N-5W X679452 MSSP, WDFD, OTHER 32-8N-5W

(MSSP, MSNLC IS ADJACENT COMMON SOURCE OF SUPPLY TO WDFD)

50% 29-8N-5W 50% 32-8N-5W NO OP. NAMED

REC 8/14/2018 (JACKSON)

PENDING CD - 201804931 7/9/2018 - G58 - (E.O.) 29 & 32-8N-5W

X201803497 MSNLC, WDFD 29-8N-5W X679452 MSSP, WDFD, OTHER 32-8N-5W

X165:10-3-28(C)(2)(B) MAY BE CLOSER THAN 600' TO EXISTING OR PROPOSED WELL

COMPL. INT. (29-8N-5W) NCT 165' FNL, NCT 0' FSL, NCT 930' FWL COMPL. INT. (32-8N-5W) NCT 0' FNL, NCT 165' FSL, NCT 930' FWL

NO OP. NAMED

REC 8/14/2018 (JACKSON)

SPACING - 679452 7/9/2018 - G58 - (E.O.)(640)(HOR) 32-8N-5W

EXT 671033 MSSP, WDFD, HNTN

COMPL. INT. (MSNLC, HNTN) NCT 660' FB

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

(COEXIST WITH PRODUCING NON-HORIZONTAL DRILLING AND SPACING UNITS)

6/21/2018