API NUMBER: 011 23908 A

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

| Approval Date: | 12/19/2017 |
|------------------|------------|
| Expiration Date: | 06/19/2018 |

Horizontal Hole Oil & Gas

Amend reason: TO SHOW DEEP SURFACE CASING

AMEND PERMIT TO DRILL

| WELL LOCATION: | Sec: | 23 | Twp: | 16N | Rge: | 12V | / County | : BLAI | NE | | |
|----------------|------|----|------|-----|------|-----|--------------------|--------|-------|------|------|
| SPOT LOCATION: | NW | SW | S | Ν | SW | | FEET FROM QUARTER: | FROM | SOUTH | FROM | WEST |
| | | | | | | | SECTION LINES: | | 508 | | 273 |

Lease Name: C-FARMS 23-16N-12W Well No: 2H Well will be 273 feet from nearest unit or lease boundary.

Operator 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 73102-5010

WILLIAM L. CHRISTENSEN, PRESIDENT ROUTE 2, BOX 55

GEARY OK 73040

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

| 1 MISSISSIPPIAN 9733 6 2 7 3 8 4 9 5 10 | | Name | Depth | Name | Depti | h |
|---|-----------------|---------------|----------------------------|--------|---------------------------|--------|
| 4 9 | 1 | MISSISSIPPIAN | 9733 | 6 | | |
| 4 9 | 2 | | | 7 | | |
| | 3 | | | 8 | | |
| 5 10 | 4 | | | 9 | | |
| | 5 | | | 10 | | |
| Spacing Orders: 585991 Location Exception Orders: 661143 Increased Density Orders: 659454 | Spacing Orders: | 585991 | Location Exception Orders: | 661143 | Increased Density Orders: | 659454 |

Pending CD Numbers: 201604866 Special Orders:

201604868

Total Depth: 15731 Ground Elevation: 1480 Surface Casing: 1999 Depth to base of Treatable Water-Bearing FM: 130

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 D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-33433
Chlorides Max: 8000 Average: 4000 H. SEE MEMO

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

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 ALLUVIAL

Pit Location Formation: ALLUVIUM

HORIZONTAL HOLE 1

Sec 23 Twp 16N Rge 12W County **BLAINE** Spot Location of End Point: NW NF ΝE NW Feet From: NORTH 1/4 Section Line: 50 WEST Feet From: 1/4 Section Line: 2200

Depth of Deviation: 10360 Radius of Turn: 478

Direction: 22 Total Length: 4620

Measured Total Depth: 15731

True Vertical Depth: 12300

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

Notes:

Category Description

DEEP SURFACE CASING 1/10/2018 - 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 11/15/2017 - 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

INCREASED DENSITY - 659454 11/29/2017 - G60 - 23-16N-12W

X585991 MSSP 2 WELLS NO OP. NAMED

REC. 12/5/16 (M. PORTER)

INTERMEDIATE CASING 11/15/2017 - 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

Category Description

LOCATION EXCEPTION - 661143 11/29/2017 - G60 - (I.O.) 23-16N-12W

X585991 MSSP

COMPL. INT. NCT 165' FSL, NCT 165' FNL, NCT 330' FWL

NO OP. NAMED

2/17/17

MEMO 11/15/2017 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS (REQUIRED - NORTH CANADIAN

RIVER), PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201604866 12/18/2017 - G60 - EXTEND 659454 UNTIL 6-30-2018

REC. 12/11/17 (JACKSON)

PENDING CD - 201604868 12/18/2017 - G60 - EXTEND 661143 UNTIL 2-17-2019

REC. 12/11/17 (JACKSON)

SPACING - 585991 11/29/2017 - G60 - (640) 23-16N-21W

VAC 221573 CSTR EXT OTHER EST MSSP