API NUMBER: 087 22148

Oil & Gas

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: 06/11/2018

Expiration Date: 12/11/2018

PERMIT TO DRILL

WELL LOCATION: Sec: 05 Twp: 6N Rge: 4W County: MCCLAIN

SPOT LOCATION: NE NW NE NE FEET FROM QUARTER: FROM NORTH FROM EAST SECTION LINES: 285 867

Lease Name: LODI Well No: 8-5H Well will be 285 feet from nearest unit or lease boundary.

 Operator
 ECHO E & P LLC
 Telephone:
 4057534232
 OTC/OCC Number:
 23925
 0

ECHO E & P LLC

3817 NW EXPRESSWAY STE 840

OKLAHOMA CITY, OK 73112-1400

KLAASEN CATTLE COMPANY LLC

21686 SH 76

BLANCHARD OK 73010

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

Name Depth Name Depth MISSISSIPPIAN 1 10454 6 2 7 3 8 4 9 10 671562 Spacing Orders: Location Exception Orders: 201801452 Increased Density Orders: 678138

Pending CD Numbers: Special Orders:

Total Depth: 15650 Ground Elevation: 1265 Surface Casing: 1000 Depth to base of Treatable Water-Bearing FM: 290

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

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 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

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-34576

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

Wollinga Frotodion Area.

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 05 Twp 6N Rge 4W County MCCLAIN

Spot Location of End Point: SE SW SE SE
Feet From: SOUTH 1/4 Section Line: 165
Feet From: WEST 1/4 Section Line: 908

Depth of Deviation: 9954 Radius of Turn: 745 Direction: 181

Total Length: 4525

Measured Total Depth: 15650

True Vertical Depth: 10500

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

Notes:

Category Description

DEEP SURFACE CASING 6/5/2018 - 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 6/5/2018 - 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

INCREASED DENSITY - 678138 6/6/2018 - G58 - 5-6N-4W

X671652 MSSP 2 WELLS ECHO E&P, LLC 5/22/2018

LOCATION EXCEPTION - 678620 6/6/2018 - G58 - (I.O.) 5-6N-4W

X671652 MSSP

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

ECHO E&P, LLC

6/1/2018

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.

087 22148 LODI 8-5H

Description Category

6/5/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 - OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT MEMO

SPACING - 671652 6/6/2018 - G58 - (640)(HOR) 5-6N-4W

VAC 175592 MSSLM EXT 652240 MSSP, OTHER COMPL. INT. NCT 660' FB

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA
13800 Wireless Way, Okla. City, OK. 73134 (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293 LS 087-22148 **MCCLAIN** _ County, Oklahoma 285'FNL - 867'FEL 4W |.M. Township 6N Section __ Range _ X= 2103965 Y= 617477 X= 2106608 Y= 617495 Township Kine-P for T7N -R4W TON -RAW NOTE:
The information shown herein is construction purposes ONLY. X= 2109250 Y= 617513 >285' 867 LANDING LANDING POINT POINT 600'FNL-908'FEL NAD-27 (US Feet) 35'01'40.7" N 97'38'17.3" W 35.027983082' N LOT 1 LOT 4 LOT 2 2362 97.638126265° W X=2108343 Y=616907 (76) S/2-NE/4 S/2-NW/4 X= 2103975 Y= 614820 X= 2109254 Y= 614868 OGR46 -N-5 1969 BOTTOM HOLE 165'FSL-908'FEL NAD-27 (US Feet) 35'00'56.0" N 97'38'17.4" W 35.015550331' N 2478 GRID NAD-27 OK SOUTH US Feet 97.638157480° W X=2108350 500' 1000' 908 Y=612382 1728 X= 2106622 Y= 612201 X= 2103986 Y= 612178 LANDING POINT, BOTTOM HOLE AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. Operator: ECHO E&P LLC. **ELEVATION:** Well No.: __8-5H Lease Name: LODI 1265' Gr. at Stake Topography & Vegetation Loc. fell in grass pasture Reference Stakes or Alternate Location Good Drill Site? ____ Yes Stakes Set _ Best Accessibility to Location ____ From North off county road Distance & Direction From Jct. St. Hwy. 39 and St. Hwy. 76, go ±0.7 mi. South, then ±1.0 mi. East from Hwy Jct or Town ___ to the NE Cor. of Sec. 5-T6N-R4W Date of Drawing: May 17, 2018 Invoice # 293575B Date Staked: May. 09, 2018 DATUM: NAD-27 LAT: 35°01'43.9"N LONG: 97°38'16.7"W **CERTIFICATE:** CENSED SURVE LAT: <u>35.028849546° N</u> I, T. Wayne Fisch an Oklahoma Licensed Land Surveyor and an authorized agent of Topographic Land T. Wayne Fisch LONG: 97.637986030° W STATE PLANE Surveyors of Oklahoma, do hereby certify to the 1378 COORDINATES: (US Feet) information shown herein ZONE: OK SOUTH OKLAHOMP X: 2108384 Y: 617222 Oklahoma Lic. No. _