API NUMBER: 087 22161 A

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

Approval Date: 07/23/2018

Expiration Date: 01/23/2019

23925 0

Well will be 265 feet from nearest unit or lease boundary.

OTC/OCC Number:

Horizontal Hole Oil & Gas

Amend reason: UPDATE SHL AND BHL, SURFACE WATER USED

AMEND PERMIT TO DRILL

WELL LOCATION	: Sec: 31 Twp: 7N	Rge: 3W	County: MC	CCLAIN	
SPOT LOCATION	SE SW SE	SE	FEET FROM QUARTER: FROM	SOUTH FRO	M EAST
			SECTION LINES:	265	985
Lease Name:	KATMANDU		Well No:	1-31H	
Operator Name:	ECHO E & P LLC			Telephone:	4057534232

ECHO E & P LLC

3817 NW EXPRESSWAY STE 840

OKLAHOMA CITY, OK 73112-1400

THOMAS A CALVERT 18067 SH 39

PURCELL OK 73080

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

	Name	Depth	Name	Dept	h
1	WOODFORD	9750	3		
2		7	7		
3		8	3		
4		g)		
5		1	10		
Spacing Orders:	680031	Location Exception Orders:		Increased Density Orders:	680596

Pending CD Numbers:

Total Depth: 15000 Ground Elevation: 1183 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 200

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? $\quad \mbox{Y}$

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

Special Orders:

D. One time land application -- (REQUIRES PERMIT) H. SEE MEMO

PERMIT NO: 18-34926

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 31 Twp 7N Rge 3W County MCCLAIN

Spot Location of End Point: NE NW NW NE
Feet From: NORTH 1/4 Section Line: 165
Feet From: EAST 1/4 Section Line: 2250

Depth of Deviation: 9177 Radius of Turn: 900 Direction: 359

Total Length: 4858 Measured Total Depth: 15000

True Vertical Depth: 9750
End Point Location from Lease,
Unit, or Property Line: 165

Notes:

Category Description

DEEP SURFACE CASING 7/17/2018 - 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 7/17/2018 - 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 - 680596 10/10/2018 - G58 - 31-7N-3W

X680031 WDFD 5 WELLS NO OP. NAMED 7/24/2018

MEMO 7/17/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

Description Category

7/20/2018 - G58 - (640)(HOR) 31-7N-3W VAC OTHERS **SPACING - 680031**

EXT 651990 WDFD, OTHER

COMPL. INT. NLT 165' FNL & FSL, NLT 330' FEL & FWL

(EXIST CONCURRENTLY WITH NON-HORIZONTAL DRILLING AND SPACING UNITS)

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA 13800 WIRELESS WAY, OKLA. CITY, OKLA. 73134 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293 LS MCCLAIN 087-22161 County, Oklahoma 3<u>W</u>1.M. 265'FSL - 985'FEL 7Ň _ Range _ Section Township X= 2135560 Y= 622915 X= 2130391 Y= 622884 The 2250'information shown herein construction purposes BOTTOM HOLE 394 165'FNL-2250'FEL NAD-27 (US Feet) 35'02'37.4" N 97'33'16.7" W LOT 1 35.043727276° N 97.554647156° W X=2133311 Y=622737 2483 E/2-NW/4 S LOT 2 o X= 2135563 Y= 620267 PROPOSED DRILL X= 2130397 Y= 620236 LOT 3 PATH E/2-SW/4 2383 557 1958 LANDING POINT 165'FSL-2250'FEL NAD-27 (US Feet) 35'01'48.3" N 97'33'16.9" W 35.030080533° 97.554703683° X=2133316 Y=617770 LOT 4 **GRID** NAD-27 OK SOUTH X= 213292 Y= 617602 500' 1000 Township Line P 265 LANDING POINT, BOTTOM HOLE, AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. Operator: <u>ECHO E&P LLC</u> **ELEVATION:** Lease Name: KATMANDU Well No.:_ 1-31H 1183' Gr. at level pad Topography & Vegetation Loc. fell on pad under construction Reference Stakes or Alternate Location Good Drill Site? __ Stakes Set -From South off county road Best Accessibility to Location ___ Distance & Direction From Jct. of St. Hwy. 39 and St. Hwy. 59, go ±1.0 mi. North, then ±1.0 mi. East from Hwy Jct or Town to the SE Cor. of Sec. 31-T7N-R3W PASS SONAL Date of Drawing: Aug. 22, 2018 Revision X A DATUM: NAD-27 LAT: 35'01'49.3"N Invoice # 295473A Date Staked: Aug. 22, 2018 AC LONG: 97°33'01.7"W **CERTIFICATE:** CENSED LAT: <u>35.030362187°N</u> DAN W. Dan W. Rogers SURVE _an Oklahoma Licensed Land **ROGERS** LONG: 97.550476997°W Surveyor and an authorized agent of Topographic Land 1200 STATE PLANE Surveyors of Oklahoma, do hereby certify to the COORDINATES: (US Feet) information shown herei This gothered with ±1 foo ZONE: OK SOUTH

1200

Oklahoma Lic. No.

2134581

617878

LAHOMA