21 NUMBER: 073 26105 zontal Hole Oil & Gas	OIL & GAS CONS P.O. B OKLAHOMA CI	DRATION COMMISSION ERVATION DIVISION OX 52000 TY, OK 73152-2000 165:10-3-1)	Approval Date: Expiration Date:	06/14/2018 12/14/2018
	PERMI	T TO DRILL		
	<u></u>	<u> </u>		
VELL LOCATION: Sec: 25 Twp: 15N Rge: 8W	County: KINGFISHER			
SPOT LOCATION: SW SE SE SW	FEET FROM QUARTER: FROM SOUTH	FROM WEST		
	SECTION LINES: 230	2060		
Lease Name: SHANGRI-LA 25_24-15N-8W	Well No: 2HX	We	II will be 230 feet from near	est unit or lease boundary.
Operator DEVON ENERGY PRODUCTION CO	IP Tolool	ADDO: 4053252611: 4053253	OTC/OCC Number:	20751 0
Name:	- Telepr	none: 4052353611; 4052353	OTC/OCC Number.	20751 0
DEVON ENERGY PRODUCTION CO LF 333 W SHERIDAN AVE	2	FRANCES M. 936 ROSEMAR		
OKLAHOMA CITY, OK	73102-5015	WADSWORTH		14281
		WADSWORT		14201
1 MISSISSIPPIAN 2 3 4 5	8985	6 7 8 9 10		
Spacing Orders: 636685	Location Exception Orders:		Increased Density Orders:	
Pending CD Numbers: 201804275 201804279 201804276 201804274			Special Orders:	
Total Depth: 19084 Ground Elevation: 118	34 Surface Casing:	1999	Depth to base of Treatable Wate	er-Bearing FM: 400
Under Federal Jurisdiction: No	Fresh Water Supply W	ell Drilled: No	Surface Water	used to Drill: Yes
PIT 1 INFORMATION		Approved Method for dispose	al of Drilling Fluids:	
Type of Pit System: CLOSED Closed System Means St	eel Pits		3	
Type of Mud System: WATER BASED		D. One time land application	n (REQUIRES PERMIT)	PERMIT NO: 18-34555
Chlorides Max: 5000 Average: 3000		H. SEE MEMO		
Is depth to top of ground water greater than 10ft below bas Within 1 mile of municipal water well? N	e of pit? Y			
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				

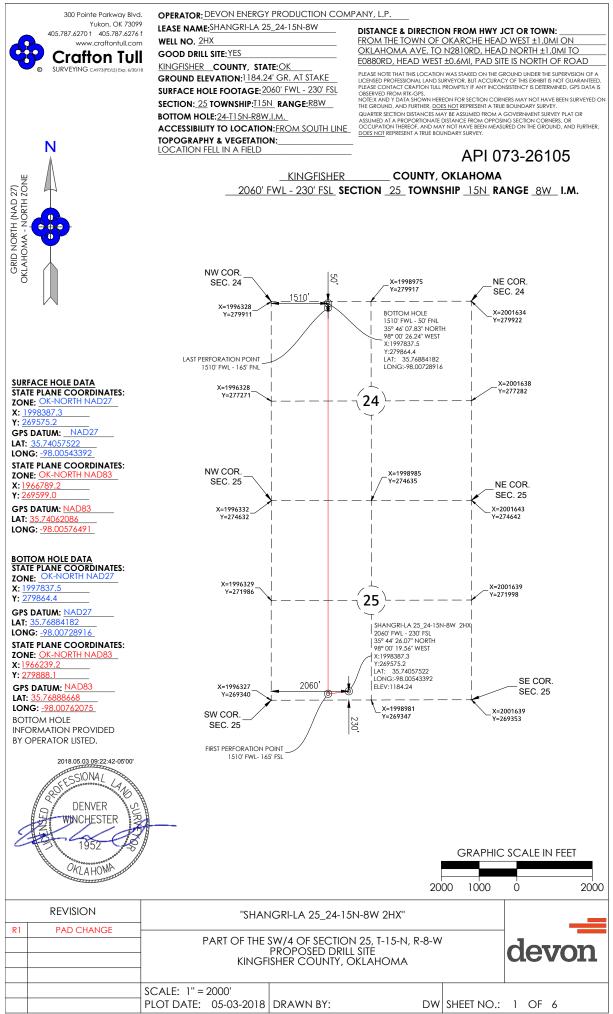
PIT 2 INFORMATION Type of Pit System: CLOSED Closed System Means Steel Pits Type of Mud System: OIL BASED Chlorides Max: 300000 Average: 200000 Is depth to top of ground water greater than 10ft below base of pit? $\ \ Y$ Within 1 mile of municipal water well? N Wellhead Protection Area? N Pit is not 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

Sec 24 Twp 15N Rge 8W Court Spot Location of End Point: NW NW N Feet From: NORTH 1/4 Section Line: Feet From: WEST 1/4 Section Line: Depth of Deviation: 8508 Radius of Turn: 477 Direction: 357 Total Length: 9827 Measured Total Depth: 19084	
True Vertical Depth: 8985	
End Point Location from Lease, Unit, or Property Line: 50	
Notes:	
Category	Description
DEEP SURFACE CASING	6/8/2018 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR SURFACE CASING
HYDRAULIC FRACTURING	6/8/2018 - 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
INTERMEDIATE CASING	6/8/2018 - 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
MEMO	6/8/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 - OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

Category	Description
PENDING CD - 201804274	6/12/2018 - G75 - (E.O.) 24-15N-8W X636685 MSSP, OTHER 4 WELLS DEVON ENERGY PROD. CO., L.P. REC 6-11-2018 (JACKSON)
PENDING CD - 201804275	6/12/2018 - G75 - (E.O.) 25-15N-8W X636685 MSSP 4 WELLS DEVON ENERGY PROD. CO., L.P. REC 6-11-2018 (JACKSON)
PENDING CD - 201804276	6/12/2018 - G75 - (E.O.) 25 & 24-15N-8W EST MULTIUNIT HORIZONTAL WELL X636685 MSSP, OTHER 50% 25-15N-8W 50% 24-15N-8W DEVON ENERGY PROD. CO., L.P. REC 6-11-2018 (JACKSON)
PENDING CD - 201804279	6/13/2018 - G75 - (E.O.) 25 & 24-15N-8W X636685 MSSP, OTHER X165:10-3-28(C)(2)(B) MAY BE CLOSER THAN 600' TO EXISTING/PROPOSED WELL COMPL. INT. (25-15N-8W) NCT 165' FSL, NCT 0' FNL, NCT 1320' FWL COMPL. INT. (24-15N-8W) NCT 0' FSL, NCT 165' FNL, NCT 1320' FWL DEVON ENERGY PROD. CO., L.P. REC 6-11-2018 (JACKSON)
SPACING - 636685	6/12/2018 - G75 - (640)(HOR) 24 & 25-15N-8W EST MSSP, OTHERS POE TO BHL NCT 660' FB (COEXIST SP. ORDER # 37910 MCSTR & ORDER # 139996 MNNG, MSSSD)



G:\166017128_SHANGRILA\ENERGY\DWG_CLIPS\WELL_PLAT\SHANGRI-LA 25_24-15N-8W 2HX.DWG 5/3/2018 8:47:13 AM SQ7278