API NUMBER: 011 23775 Α **OKLAHOMA CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION** P.O. BOX 52000 **OKLAHOMA CITY, OK 73152-2000** (Rule 165:10-3-1)

Approval Date: 03/29/2017 03/29/2018 **Expiration Date**

Horizontal Hole Oil & Gas

Amend reason: CORRECT SHL; UPDATE ORDERS

AMEND PERMIT TO DRILL

WELL LOCATION: Sec: 12 Twp: 15N Rge: 12W County: BLAINE FROM FEET FROM QUARTER: SPOT LOCATION: sw SW sw SW FROM SOUTH WEST SECTION LINES 290 240

Lease Name: WILLOW 12_1-15N-12W Well No: 1HX Well will be 240 feet from nearest unit or lease boundary.

Operator **DEVON ENERGY PRODUCTION CO LP** Telephone: 4052353611; 4052353 OTC/OCC Number: 20751 0 Name:

DEVON ENERGY PRODUCTION CO LP 333 W SHERIDAN AVE

OKLAHOMA CITY, OK 73102-5010

JERRY D. & TIMOTHY C. PIERCE, CO-TTEES JRP IRR **TRUST**

P.O. BOX 754

WATONGA OK 73764

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

Name Depth Name Depth 1 MISSISSIPPIAN 10393 6 2 MISSISSIPPIAN (EX CHESTER) 11490 7 3 8 9 4 5 10 585936 Spacing Orders: Location Exception Orders: 663407 Increased Density Orders: 586793 663962

Special Orders: Pending CD Numbers:

Total Depth: 21602 Ground Elevation: 1539 Surface Casing: 1999 Depth to base of Treatable Water-Bearing FM: 80

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

Chlorides Max: 8000 Average: 5000

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: DOG CREEK

D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 17-32268

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: DOG CREEK

HORIZONTAL HOLE 1

Sec 01 Twp 15N Rge 12W County **BLAINE** NW Spot Location of End Point: ΝE NW NW Feet From: NORTH 1/4 Section Line: 50 Feet From: WEST 1/4 Section Line: 380

Depth of Deviation: 11100 Radius of Turn: 477

Direction: 1

Total Length: 9753

Measured Total Depth: 21602
True Vertical Depth: 12125
End Point Location from Lease,
Unit, or Property Line: 50

Notes:

Category Description

DEEP SURFACE CASING 3/8/2017 - 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 3/8/2017 - G71 - OCC 165:10-3-10 REQUIRES: 1) THE CHEMICAL DISCLOSURE OF HYDRAULIC

FRACTURING INGREDIENTS FOR ALL WELLS BE REPORTED TO FRACFOCUS USING THE FOLLOWING LINK HTTP://FRACFOCUS.ORG/ WITH NOTICE GIVEN 48 HOURS IN ADVANCE OF FRACTURING TO THE LOCAL OCC DISTRICT OFFICE; AND, 2) PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE ALSO GIVEN FIVE BUSINESS

DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME

COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE

INTERMEDIATE CASING

3/8/2017 - G71 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVERPRESSURED ZONE IN THE MORROW SERIES IN THIS AREA. THE TECHNICAL MANAGER

RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE

MORROW SERIES

LOCATION EXCEPTION - 663407 12/29/2017 - G60 - (I.O.) 12 & 1-15N-12W

X585936 MSSP 12-15N-12W X586793 MSNLC 1-15N-12W

COMPL. INT. (12-15N-12W) NCT 165' FSL, NCT 0' FNL, NCT 330' FWL COMPL. INT. (1-15N-12W) NCT 0' FSL, NCT 165' FNL, NCT 330' FWL

NO OP. NAMED

5/3/17

MEMO 3/8/2017 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 585936 3/14/2017 - G64 - (640) 12-15N-12W

VAC 197496 CSTR

EXT 574743 MSSP, OTHERS

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.

011 23775 WILLOW 12_1-15N-12W 1HX

Category Description

3/14/2017 - G64 - (640) 1-15N-12W EST MSNLC **SPACING - 586793**

EXT OTHER

SPACING - 663962 12/29/2017 - G60 - (I.O.) 12 & 1-15N-12W

EST MULTIUNIT HORIZONTAL WELL

X585936 MSSP 12-15N-12W X586793 MSNLC 1-15N-12W

50% 12-15N-12W 50% 1-15N-12W NO OP. NAMED

5/24/17