API NUMBER: 011 23885

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: 11/27/2017 05/27/2018 **Expiration Date**

PERMIT TO DRILL

WELL LOCATION: S	Sec:	34	Twp:	16N	Rge:	12W	County:	BLAINE
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FEET FROM QUARTER: WEST SPOT LOCATION: SW sw Isw Isw SOUTH FROM SECTION LINES: 285 250

Lease Name: PORCUPINE 34_27-16N-12W Well No: 1HX Well will be 250 feet from nearest unit or lease boundary.

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

DEVON ENERGY PRODUCTION CO LP

333 W SHERIDAN AVE

OKLAHOMA CITY. OK 73102-5010 RODNEY E. COWAN RT. 2. BOX 140

WATONGA OK 73772

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

	Name	Depth	Name	Depth
1	MISSISSIPPIAN	10113 6		
2		7		
3		8		
4		9		
5		10	0	
Spacing Orders:	587151	Location Exception Orders:		Increased Density Orders:

Pending CD Numbers: 201703086 Special Orders:

> 201703087 201703718 201705644

Total Depth: 21220 Ground Elevation: 1551 Surface Casing: 1999 Depth to base of Treatable Water-Bearing FM: 190

Under Federal Jurisdiction: 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: 17-32990

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 27 Twp 16N Rge 12W County **BLAINE** NW Spot Location of End Point: ΝE NW NW Feet From: NORTH 1/4 Section Line: 50 WEST Feet From: 1/4 Section Line: 380

Depth of Deviation: 10083 Radius of Turn: 477

Direction: 1

Total Length: 10388

Measured Total Depth: 21220
True Vertical Depth: 11092
End Point Location from Lease,
Unit, or Property Line: 50

Notes:

Category Description

DEEP SURFACE CASING 8/3/2017 - G58 - 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 8/3/2017 - G58 - 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 8/3/2017 - G58 - 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 8/3/2017 - G58 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

Category Description

PENDING CD - 201703086 8/11/2017 - G75 - (I.O.) 34 & 27-16N-12W

EST MULTIUNIT HORÍZONTAL WELL X201705644 MSSP 34-16N-12W X587151 MSSP, OTHER 27-16N-12W

50% 34-16N-12W 50% 27-16N-12W

DEVON ENERGY PROD. CO., L.P.

REC 11-3-2017 (DUNN)

PENDING CD - 201703087 8/11/2017 - G75 - (I.O.) 34 & 27-16N-12W

X201705644 MSSP 34-16N-12W X587151 MSSP, OTHER 27-16N-12W

COMPL. INT. (34-16N-12W) NCT 165' FSL, NCT 0' FNL, NCT 330' FWL COMPL. INT. (27-16N-12W) NCT 0' FSL, NCT 165' FNL, NCT 330' FWL

DEVON ENERGY PROD. CO., L.P.

REC 11-3-2017 (DUNN)

PENDING CD - 201703718 8/11/2017 - G75 - (I.O.) 34-16N-12W

X201705644 MSSP 1 WELL NO OP. NAMED REC 11-3-2017 (DUNN)

PENDING CD - 201705644 9/18/2017 - G75 - (640) 34-16N-12W

VAC 584194 MSSLM É EXT 587631 MSSP REC 9-12-2017 (MINMIER)

SPACING - 587151 8/11/2017 - G75 - (640) 27-16N-12W

VAC 205852 CSTR EXT 585344 MSSP, OTHER