API NUMBER: 087 22291

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

Approval Date: 03/04/2020

Expiration Date: 09/04/2021

Multi Unit Oil & Gas

## **PERMIT TO DRILL**

|   |                            |                          | <u>F</u>                           |                | IO DRILL   |                  |          |              |                    |              |       |
|---|----------------------------|--------------------------|------------------------------------|----------------|--|------------------|----------|--------------|--------------------|--------------|-------|
| WELL LOCATION:  | Section: 07                | Township: 7N             | Range: 4W                          | County: N      | MCCLAIN  |                  |          |              |                    |              |       |
| SPOT LOCATION:  | SE NW SE                   | SW FEET FR               | OM QUARTER: FROM                   | SOUTH          | FROM WEST  |                  |          |              |                    |              |       |
|   |                            | SI                       | ECTION LINES:                      | 950            | 1912   |                  |          |              |                    |              |       |
| Lease Name:   | MCCORN                     |                          | Well N                             | lo: 0704 5HV   | V-18X  | Well will be     | 950      | feet from    | nearest unit or le | ase bounda   | ıry.  |
| Operator Name:  | OVINTIV MID-CONTINI        | ENT INC.                 | Telepho                            | ne: 28121051   | 00; 9188781290;  |                  |          | ОТС          | C/OCC Number:      | 20944        | 0     |
| OVINTIV MID   | CONTINENT INC.             |                          |                                    |                |  |                  |          |              |                    |              |       |
| 4 WATERWA   | Y AVE STE 100              |                          |                                    |                | ROY AND CO   | NNIE BROOKS      | ;        |              |                    |              |       |
| THE WOODLANDS. TX 77380-2764                              |                            |                          |                                    |                | 26442 COUNTY LING AVE  |                  |          |              |                    |              |       |
| 111E WOODLANDS, 17 17300-2704                             |                            |                          |                                    |                | BLANCHARD OK 73010   |                  |          |              |                    |              |       |
|   |                            |                          |                                    |                | BLANCHARD  | '                |          | OK           | 73010              |              |       |
| Formation(s)  | (Permit Valid for L        | _isted Formations        | Only):                             |                |  |                  |          |              |                    |              |       |
| Name  | ·                          | Code                     | Depth                              |                |  |                  |          |              |                    |              |       |
| 1 MISSISSIPE  | PIAN                       | 359MSSP                  | 10368                              |                |  |                  |          |              |                    |              |       |
| 2 WOODFOR   | D                          | 319WDFD                  | 10570                              |                |  |                  |          |              |                    |              |       |
| Spacing Orders:   | 655159                     |                          | Location Ex                        | ception Orders | : 695815   |                  | Inc      | reased Der   | nsity Orders: 693  | 3420         |       |
|   | 695814                     |                          |                                    |                | 695837   |                  |          |              | 693                | 3421         |       |
|   |                            |                          |                                    |                |  |                  |          |              | 693                | 3422         |       |
|   |                            |                          |                                    |                |  |                  |          |              | 699                | 3423         |       |
| Pending CD Numb   | ers: No Pending            |                          |                                    |                |  |                  |          | Spe          | ecial Orders: No   | Special Orde | ers   |
| Total Depth: 2  | 21363 Ground               | Elevation: 1254          | Surfac                             | e Casing:      | 1500   | Depth to         | o base c | of Treatable | Water-Bearing FM   | : 450        |       |
|   |                            |                          |                                    |                |  |                  | D        | eep surfa    | ace casing has     | s been ap    | prove |
| Under Federal Jurisdiction: No                            |                            |                          |                                    |                | Approved Method for disposal of Drilling Fluids:                                       |                  |          |              |                    |              |       |
| Fresh Wate  | r Supply Well Drilled: No  | )                        |                                    |                | D. One time land application (REQUIRES PERMIT)  PERMIT NO: 20-37303                    |                  |          |              |                    |              |       |
| Surface Water used to Drill: No                           |                            |                          |                                    |                | E. Haul to Commercial pit facility: Sec. 31 Twn. 12N Rng. 8W Cnty. 17 Order No: 587498 |                  |          |              |                    |              |       |
|   |                            |                          |                                    |                |  |                  |          |              |                    |              |       |
| PIT 1 INFOR   | MATION                     |                          |                                    |                | Cate   | gory of Pit: C   |          |              |                    |              |       |
| Type of Pit System: CLOSED Closed System Means Steel Pits |                            |                          |                                    |                | Liner not required for Category: C   |                  |          |              |                    |              |       |
| Type of M   | lud System: WATER BA       |                          | Pit Location is: BED AQUIFER       |                |  |                  |          |              |                    |              |       |
| Chlorides Max: 5000 Average: 3000                         |                            |                          |                                    |                | Pit Location Formation: DUNCAN   |                  |          |              |                    |              |       |
| Is depth to   | top of ground water great  | ter than 10ft below base | of pit? Y                          |                |  |                  |          |              |                    |              |       |
| Within 1  | mile of municipal water we | ell? N                   |                                    |                |  |                  |          |              |                    |              |       |
|   | Wellhead Protection Are    | ea? N                    |                                    |                |  |                  |          |              |                    |              |       |
| Pit <u>is</u> l   | ocated in a Hydrologically | Sensitive Area.          |                                    |                |  |                  |          |              |                    |              |       |
| PIT 2 INFOR   |                            |                          |                                    |                | Cate   | gory of Pit: C   |          |              |                    |              |       |
| Type of   | Pit System: CLOSED (       |                          | Liner not required for Category: C |                |  |                  |          |              |                    |              |       |
|   | lud System: OIL BASED      |                          | Pit Location is: BED AQUIFER       |                |  |                  |          |              |                    |              |       |
| Chlorides Max: 300000 Average: 200000                     |                            |                          |                                    |                | Pit Location F   | Formation: DUNCA | N        |              |                    |              |       |
| Is depth to   | top of ground water great  | ter than 10ft below base | of pit? Y                          |                |  |                  |          |              |                    |              |       |
| Within 1  | mile of municipal water we |                          |                                    |                |  |                  |          |              |                    |              |       |
|   | Wellhead Protection Are    |                          |                                    |                |  |                  |          |              |                    |              |       |
| Pit is l  | ocated in a Hydrologically | Sensitive Area.          |                                    |                |  |                  |          |              |                    |              |       |

MULTI UNIT HOLE 1

Section: 19 Township: 7N Range: 4W Total Length: 10246

County: MCCLAIN Measured Total Depth: 21363

Spot Location of End Point: SE SW SW SW True Vertical Depth: 10794

Feet From: SOUTH

1/4 Section Line: 85

End Point Location from

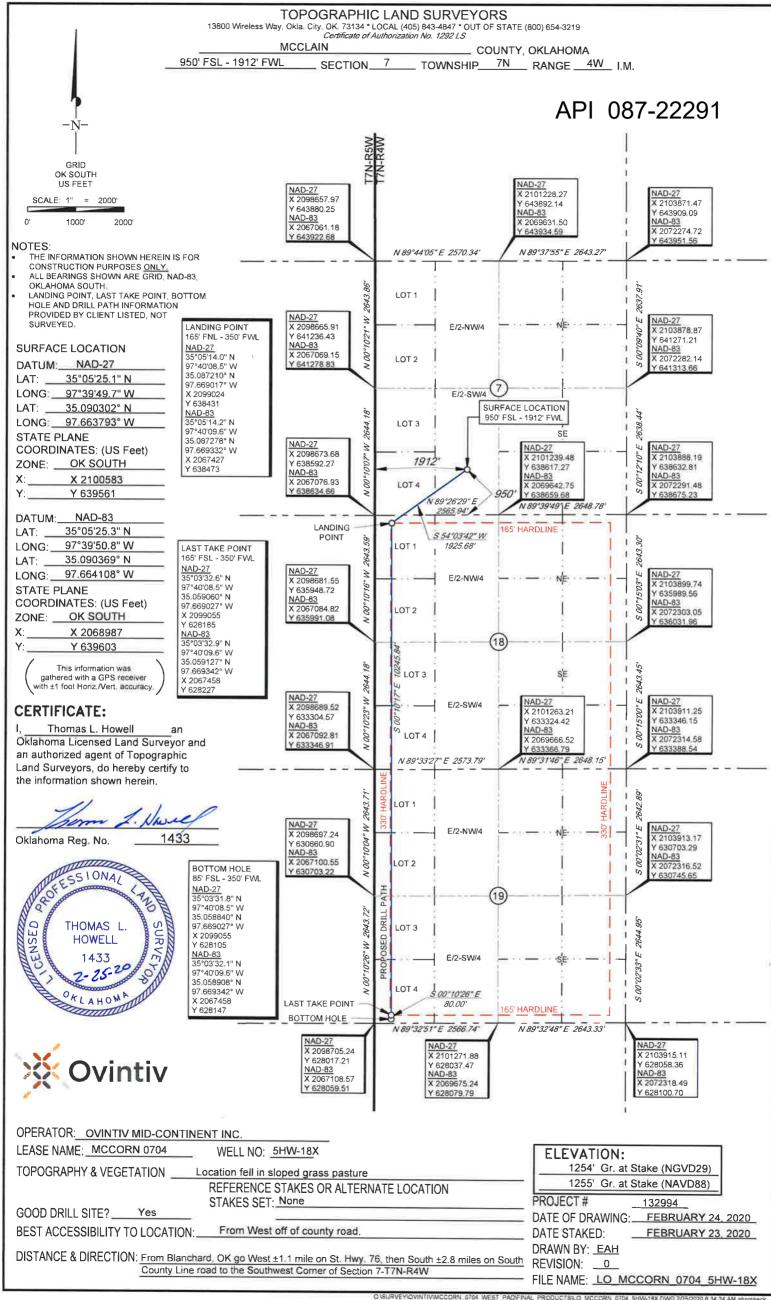
Feet From: WEST

1/4 Section Line: 350

End Point Location from
Lease,Unit, or Property Line: 85

| NOTES:                                  |  |
|---|--|
| Category                                | Description  |
| DEEP SURFACE CASING                     | 2/28/2020 - 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   |
| EXCEPTION TO RULE – 695837 (201900469)  | 3/3/2020 - GB6 - (I.O.) 18 & 19 7N-4W X165:10-3-28(C)(2)(B) MSSP, WDFD (MCCORN 5H-18X**) MAY BE CLOSER THAN 600' TO EXISTING MCCORN 1H-18X, VALADEZ 1-19 AND/OR EVETT 1-19; AND/OR TO PROPOSED MCCORN 2H-18X, MCCORN 3H-18X, MCCORN 4H-18X, MCCORN 6H-18X, MCCORN 7H-18X, MCCORN 8H-18X, MCCORN 20H-18X, MCCORN 21H-18X, MCCORN 22H-18X, MCCORN 23H-18X, MCCORN 24H-18X. NO OP. NAMED 05/08/2019 **S/B MCCORN 0704 5HW-18X. CONFIRMED WELL NAMES TO BE CORRECTED IN FINAL ORDER PER ATT. FOR OP. |
| HYDRAULIC FRACTURING                    | 2/28/2020 - 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 - 693420 (201900465)  | 3/3/2020 - GB6 - 18-7N-4W X665159 WDFD 7 WELLS NEWFIELD EXPLORATION MID-CONTINENT INC. (BOUGHT IN ITS ENTIRETY BY OVINTIV MID-CONTINENT INC.) 05/25/2019   |
| INCREASED DENSITY - 693421 (201900466)  | 3/3/2020 - GB6 - 19-7N-4W<br>X665159 WDFD<br>7 WELLS<br>NEWFIELD EXPLORATION MID-CONTINENT INC. (BOUGHT IN ITS ENTIRETY BY OVINTIV MID-<br>CONTINENT INC.)<br>05/25/2019   |
| INCREASED DENSITY - 693422 (201900467)  | 3/3/2020 - GB6 - (I.O.) 18-7N-4W X665159 MSSP 4 WELLS NEWFIELD EXPLORATION MID-CONTINENT INC. (BOUGHT IN ITS ENTIRETY BY OVINTIV MID-CONTINENT INC.) 05/25/2019  |
| INCREASED DENSITY - 693423 (201900468)  | 3/3/2020 - GB6 - (I.O.) 19-7N-4W X665159 MSSP 4 WELLS NEWFIELD EXPLORATION MID-CONTINENT INC. (BOUGHT IN ITS ENTIRETY BY OVINTIV MID-CONTINENT INC.) 05/25/2019  |
| LOCATION EXCEPTION – 695815 (201900442) | 3/3/2020 - GB6 - (I.O.) 18 & 19 -7N-4W  X655159 MSSP, WDFD  COMPL. INT. (18-7N-4W) NCT 165' FNL, NCT 0' FSL, NCT 330' FWL  COMPL. INT. (19-7N-4W) NCT 0' FNL, NCT 165' FSL, NCT 330' FWL  NEWFIELD EXPLORATION MID-CONTINENT INC. (BOUGHT IN ITS ENTIRETY BY OVINTIV MID-CONTINENT INC.)  05/08/2019   |

| МЕМО                         | 2/28/2020 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 1 - WBM/CUTTINGS WILL BE SOIL FARMED & PIT 2 - OBM CUTTINGS TO BE HAUL TO R360/J SCOTT (587498) IN CANADIAN COUNTY - OBM TO VENDOR   |
|------------------------------|--|
| SPACING - 695814 (201900441) | 3/3/2020 - GB6 - (I.O.) 18 & 19 7N-4W EST MULTIUNIT HORIZONTAL WELL X655159 MSSP, WDFD (MSSP ADJACENT COMMON SOURCE OF SUPPLY TO WDFD) 50% 18-7N-4W 50% 19-7N-4W NEWFIELD EXPLORATION MID-CONTINENT INC. (BOUGHT IN ITS ENTIRETY BY OVINTIV MID-CONTINENT INC.) 05/08/2019 |
| SPACING – 655159             | 3/3/2020 - GB6 - (640)(HOR) 18 & 19 7N-4W EST MSSP, WDFD COMPL. INT. (MSSP) NCT 660' FB COMPL. INT. (WDFD) NCT 165' FSL, NCT 165' FNL, NCT 330' FEL, NCT 330' FWL (COEXIST SP. ORDER #203926 MISS)   |

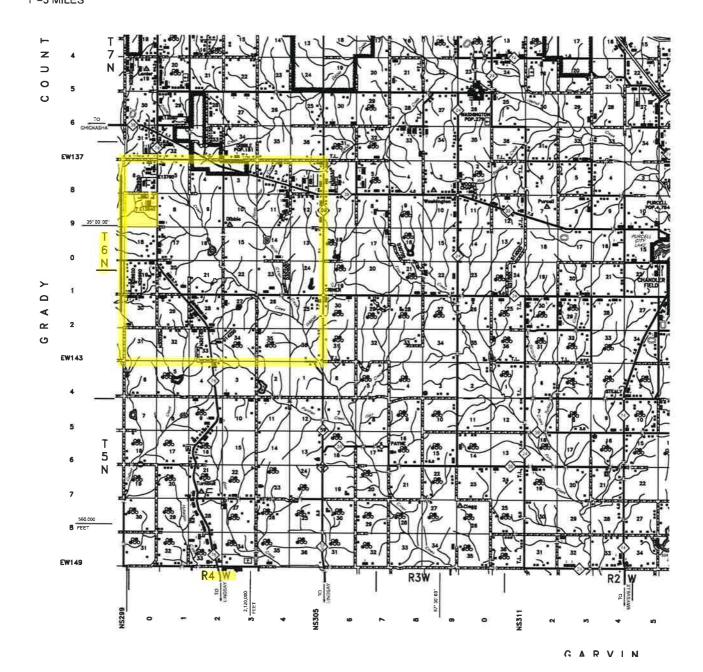


## TOPOGRAPHIC LAND SURVEYORS

13800 Wireless Way, Okla, City, OK, 73134 \* LOCAL (405) 843-4847 \* OUT OF STATE (800) 654-3219 Certificate of Authorization No. 1292 LS



OK SOUTH US FEET 1"=3 MILES



SECTION 7 TOWNSHIP 7N RANGE 4W I.M.

COUNTY MCCLAIN STATE OKLAHOMA

OPERATOR OVINTIV MID-CONTINENT INC.



13800 WIRELESS WAY OKLAHOMA CITY, OKLAHOMA 73134 TELEPHONE (405) 843-847 OR (800) 654-3219 FAX (405) 843-0975 WWW.TOPOGRAPHIC.COM CERTIFICATE OF AUTHORIZATION NO. 1292 LS