

API NUMBER: 007 25279 A

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

Approval Date: 04/12/2022
Expiration Date: 10/12/2023

Straight Hole Oil & Gas

PERMIT TO RECOMPLETE

WELL LOCATION: Section: 08 Township: 2N Range: 25EC County: BEAVER

SPOT LOCATION: ☐ NE ☐ NE ☐ SW ☐ SW FEET FROM QUARTER: FROM SOUTH FROM WEST
SECTION LINES: 1170 1214

Lease Name: HOBART Well No: 2-8 Well will be 1170 feet from nearest unit or lease boundary.
Operator Name: MONTEREY PRODUCTION COMPANY LLC Telephone: 3184556976 OTC/OCC Number: 24612 0

MONTEREY PRODUCTION COMPANY LLC
5708 E 104TH PLACE
TULSA, OK 74137

DENNY & EVELYN NELSON
RT 2, BOX 68
BEAVER OK 73932

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

Name	Code	Depth
1 CHESTER LIME	354CRLM	7814

Spacing Orders: 42095

Location Exception Orders: 545507

Increased Density Orders: No Density

Pending CD Numbers: No Pending

Working interest owners' notified: ***

Special Orders: No Special

Total Depth: 8650

Ground Elevation: 2551

Surface Casing: 1012

Depth to base of Treatable Water-Bearing FM: 390

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

Approved Method for disposal of Drilling Fluids:

A. Evaporation/dewater and backfilling of reserve pit.

H. (Other)

NOTIFY DISTRICT 24HRS PRIOR TO TESTING PIT LINER

PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 25000 Average: 12500

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: 1B

Liner required for Category: 1B

Pit Location is: BED AQUIFER

Pit Location Formation: OGALLALA

NOTES:

Category	Description
LOCATION EXCEPTION - 545507	[4/8/2022 - GB6] - 8-2N-25ECM X432095 CRLM 1170' FSL 1214' FWL 8-2N-25ECM EXCO RESOURCES, INC. 10/17/2007
SPACING - 42095	[4/8/2022 - GB6] - (640) 8-2N-25ECM EST CRLM COMPL. INT. NFT 1000' FROM CENTER OF UNIT

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is 18 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.

007 25279 HOBART 2-8