API NUMBER: 083 24466

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

Approval Date: 02/15/2023

Expiration Date: 08/15/2024

Straight Hole Oil & Gas

PERMIT TO DRILL

| WELL LOCATION: | Section: 14 | Township: 16N | Range: 2W | e: 2W County: LOGAN | | | | | | | | |
|--|--------------------------|------------------------|-------------------|---------------------|--|--------------|--------------|-------------|--------------|-------------|---------|--|
| SPOT LOCATION: | NE SW N | NW NE FEET FROM (| QUARTER: FROM | SOUTH | FROM EAST | | | | | | | |
| | | SECTI | ON LINES: | 1825 | 2290 | | | | | | | |
| Lease Name: | E GUTHRIE GENA | | Well No: | 14-1 | | Well will be | 450 | feet from I | nearest unit | or lease bo | undary. | |
| Operator Name: CANOK INTERNATIONAL INC Telephone: 91826742 | | | | 243; 9182684811 | | | OTC/ | OCC Numb | oer: 16 | 202 0 | | |
| 7 (| | | | | | | | | | | | |
| CANOK INTE | RNATIONAL INC | WILLIAM WARNI | R | | | | | | | | | |
| | | | | | 1110 MOCKINGE | IRD ROAD | | | | | | |
| BEGGS, OK 74421-0038 | | | | GUTHRIE OK 73044 | | | | | | | | |
| | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| Formation(s) | (Dormit Valid to | r Listed Formations O | also). | | | | | | | | | |
| , | (Permit valid to | r Listed Formations Or | | | | | | | | | | |
| Name | | Code | Depth | | | | | | | | | |
| 1 LAYTON | , | 405LYTN | 4502 | | | | | | | | | |
| 2 1ST WILCOX 3 2ND WILCOX | | 202WLCX1 202WLCX2 | 5792 5870 | | | | | | | | | |
| | No Spacing | 2021120712 | | | N. EC. | | laa | usesed Den | site Cardons | No Do | noit (| |
| Spacing Orders: NO Spacing Location Exception Orders | | | | No Exceptions | Increased Density Orders: No Density | | | | | | | |
| Pending CD Numbers: No Pending Working interest owner | | | rs' notified: *** | | | Spec | cial Orders: | No Spe | ecial | | | |
| Total Depth: 5900 Ground Elevation: 1082 Surface Casing: 550 Depth to base of Treatable Water-Bearing FM: 470 | | | | | | | | | | | | |
| | | | | | | | | | | | | |
| Under Federal Jurisdiction: No | | | | | Approved Method for disposal of Drilling Fluids: | | | | | | | |
| Fresh Water Supply Well Drilled: No Surface Water used to Drill: No | | | | | D. One time land application (REQUIRES PERMIT) PERMIT NO: 23-38872 | | | | | | | |
| | | | | | H. (Other) CLOSED SYSTEM=STEEL PITS (REQUIRED - COUNTRY CLUB LAKE) | | | | | | | |
| | | | | | | | | | | | | |
| PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means Steel Pits | | | | | Category of Pit: C Liner not required for Category: C | | | | | | | |
| Type of Mud System: WATER BASED | | | | | Pit Location is: BED AQUIFER | | | | | | | |
| Chlorides Max: 5000 Average: 3000 | | | | | Pit Location Formation: GARBER | | | | | | | |
| | - | i ii Loodiioii i oiiii | | | | | | | | | | |
| Is depth to top of ground water greater than 10ft below base of pit? Y Within 1 mile of municipal water well? N | | | | | | | | | | | | |
| vviuiiii i i | Wellhead Protection | | | | | | | | | | | |
| Pit is lo | ocated in a Hydrologica | | | | | | | | | | | |
| ''' <u>13</u> '' | realed in a riyurologica | any Considive Alea. | | | | | | | | | | |

NOTES:

| Category | Description |
|----------------------|--|
| HYDRAULIC FRACTURING | [2/14/2023 - GC2] - OCC 165:10-3-10 REQUIRES: |
| | 1) NOTICE SHALL BE GIVEN AT LEAST 5 BUSINESS DAYS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS ON A HORIZONTAL WELL TO OPERATORS PRODUCING WELLS WITHIN 1 MILE OF THE COMPLETION INTERVAL OF THE SUBJECT WELL. THE NOTICE TO SUCH OPERATORS SHALL CONTAIN THE INFORMATION IN FORM 6000NOO. IF THE HYDRAULIC FRACTURING OPERATIONS SCHEDULE CHANGES AFTER NOTICE HAS BEEN PROVIDED, RESULTING IN A DELAY OF OPERATIONS OF MORE THAN 5 DAYS FROM THE INITIAL NOTICE, NEW NOTICE IS REQUIRED TO BE GIVEN; |
| | 2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS. FORM 6000NHF SHALL BE FOUND HERE: HTTPS://OKLAHOMA.GOV/OCC/DIVISIONS/OIL-GAS/OGCD-FORMS; AND, |
| | 3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS IS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION OF HYDRAULIC FRACTURING OPERATIONS, FOUND AT FRACFOCUS.ORG |
| SPACING | [2/15/2023 - GB7] - LYTN, WLCX1, WLCX2 UNSPACED, 160-ACRE LEASE (NE4 14-16N-2W) |