

API NUMBER: 051 24998

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

Approval Date: 01/17/2023

Expiration Date: 07/17/2024

Straight Hole

Oil & Gas

## PERMIT TO DRILL

WELL LOCATION: Section: 35 Township: 5N Range: 7W County: GRADY

SPOT LOCATION: ☐ NE ☐ NE ☐ NW ☐ SW FEET FROM QUARTER: FROM SOUTH FROM WEST  
SECTION LINES: 2376 1095

Lease Name: NORTHWEST CHITWOOD UNIT

Well No: 18-7

Well will be 1095 feet from nearest unit or lease boundary.

Operator Name: KALKMAN OIL CORPORATION

Telephone: 5802551191

OTC/OCC Number: 21279 0

KALKMAN OIL CORPORATION

PO BOX 1185

DUNCAN, OK 73533

DAMONE E. STEPHENS

P.O. BOX 7

NINNEKAH OK 73067

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

Name	Code	Depth
1 ABERNATHY, HUDDLESTON, MELTON	999ABHDM	9900

Spacing Orders: 356042

Location Exception Orders: No Exceptions

Increased Density Orders: No Density

Pending CD Numbers: No Pending

Working interest owners' notified: \*\*\*

Special Orders: No Special

Total Depth: 10200

Ground Elevation: 1334

Surface Casing: 780

Depth to base of Treatable Water-Bearing FM: 730

Under Federal Jurisdiction: No

Fresh Water Supply Well Drilled: No

Surface Water used to Drill: No

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 23-38815

H. (Other)

1A MIN. 20-MIL PIT LINER REQUIRED

### PIT 1 INFORMATION

Type of Pit System: ON SITE

Type of Mud System: WATER BASED

Chlorides Max: 5000 Average: 3000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well? Y

Wellhead Protection Area? Y

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: 1A

Liner required for Category: 1A

Pit Location is: BED AQUIFER

Pit Location Formation: RUSH SPRINGS

### NOTES:

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.

Category	Description
HYDRAULIC FRACTURING	<p>[1/12/2023 - GC2] - OCC 165:10-3-10 REQUIRES:</p> <p>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;</p> <p>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: <a href="https://oklahoma.gov/occ/divisions/oil-gas/ogcd-forms">HTTPS://OKLAHOMA.GOV/OCC/DIVISIONS/OIL-GAS/OGCD-FORMS</a>; AND,</p> <p>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 <a href="http://FRACFOCUS.ORG">FRACFOCUS.ORG</a></p>
PUBLIC WATER SUPPLY	[1/12/2023 - GC2] - GRADY CO RWD #7 (NINNEKAH) - 1 WELL NW/4 3-4N-7W
SPACING - 356042	[1/17/2023 - G56] - (UNIT) 35-5N-7W EST NW CHITWOOD UNIT FOR ABHDM
SURFACE CASING	[1/12/2023 - GC2] - NO DEEP SURFACE CASING ALLOWED DUE TO BEING INSIDE A PUBLIC WATER SUPPLY WELL BOUNDARY

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