

API NUMBER: 073 26752

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

Approval Date: 05/21/2021  
Expiration Date: 11/21/2022

Horizontal Hole Oil & Gas

## PERMIT TO DRILL

WELL LOCATION: Section: 08 Township: 19N Range: 6W County: KINGFISHER

SPOT LOCATION: ☐ NE ☐ NE ☐ NW ☐ NW  
FEET FROM QUARTER: FROM NORTH FROM WEST  
SECTION LINES: 185 1266

Lease Name: EAST HENNESSEY UNIT Well No: 265H Well will be 185 feet from nearest unit or lease boundary.  
Operator Name: HINKLE OIL & GAS INC Telephone: 4058480924 OTC/OCC Number: 21639 0

HINKLE OIL & GAS INC  
5600 N MAY AVE STE 295  
OKLAHOMA CITY, OK 73112-4275

JAMES EVERETT JONES  
2429 NORTH N2880 ROAD  
HENNESSEY OK 73742

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

Name	Code	Depth
1 MISSISSIPPI SOLID	351MSSSD	7140

Spacing Orders: 61709

Location Exception Orders: No Exceptions

Increased Density Orders: No Density Orders

Pending CD Numbers: No Pending

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

Special Orders: No Special Orders

Total Depth: 12636 Ground Elevation: 1140

Surface Casing: 290

Depth to base of Treatable Water-Bearing FM: 240

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: 21-37612  
H. (Other) CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST

### PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

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? N

Wellhead Protection Area? N

Pit is located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C

Pit Location is: BED AQUIFER

Pit Location Formation: SALT PLAINS

### HORIZONTAL HOLE 1

Section: 8 Township: 19N Range: 6W Meridian: IM Total Length: 4735  
County: KINGFISHER Measured Total Depth: 12636  
Spot Location of End Point: SW SW SW SW True Vertical Depth: 7380  
Feet From: SOUTH 1/4 Section Line: 1 End Point Location from  
Feet From: WEST 1/4 Section Line: 320 Lease, Unit, or Property Line: 1

### 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>[5/14/2021 - 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 HYDRAULIC FRACTURING OPERATIONS. FORM 6000NHF SHALL BE USED AND IS FOUND AT THIS LINK: <a href="http://OCCEWEB.COM/OG/OGFORMS.HTML">OCCEWEB.COM/OG/OGFORMS.HTML</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>
SPACING - 61709	<p>[5/20/2021 - GB1] - (UNIT) 8-19N-6W EST EAST HENNESSEY UNIT FOR MSSSD, OTHERS</p>

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073 26752 EAST HENNESSEY UNIT 265H