

API NUMBER: 119 24460

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

Approval Date: 09/14/2022
Expiration Date: 03/14/2024

Straight Hole Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Section: 09 Township: 19N Range: 6E County: PAYNE

SPOT LOCATION: C SE NW NW FEET FROM QUARTER: FROM NORTH FROM WEST
SECTION LINES: 990 990

Lease Name: SIMMETT Well No: 7 Well will be 990 feet from nearest unit or lease boundary.
Operator Name: YARHOLA PRODUCTION COMPANY Telephone: 9183522590 OTC/OCC Number: 19289 0

YARHOLA PRODUCTION COMPANY
PO BOX 693
DRUMRIGHT, OK 74030-0693

TRACY WAYNE HIXSON
409 N ELLIS STREET
NEW BOSTON TX 75570

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

	Name	Code	Depth
1	CLEVELAND	405CLVD	2420
2	OSWEGO	404OSWG	2800
3	PRUE	404PRUE	2850
4	RED FORK	404RDFK	3120

Spacing Orders: No Spacing 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: 3120 Ground Elevation: 928 Surface Casing: 525 Depth to base of Treatable Water-Bearing FM: 440

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.

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? N
Wellhead Protection Area? N
Pit is not located in a Hydrologically Sensitive Area.

Category of Pit: 2
Liner not required for Category: 2
Pit Location is: NON HSA
Pit Location Formation: VANOSS

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>[9/7/2022 - 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: OCCEWEB.COM/OG/OGFORMS.HTML; 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 FRACFOCUS.ORG</p>
SPACING	<p>[9/12/2022 - GB7] - CLVD, OSWG, PRUE, RDFK UNSPACED; 10-ACRE LEASE (SE4 NW4 NW4 9-19N-6E)</p>