

OTC/OCC NUMBER: 15136-0    API NUMBER. 141-20315    APPROVAL DATE: 11/21/90  
 NOTICE OF INTENTION TO DRILL  
 TYPE OF DRILLING OPERATION: STRAIGHT HOLE    SEC. 4    TWP: 05S    RGE: 14W  
 COUNTY: TILLMAN    SPOT LOCATION. NW4 SW4 SW4 SW4  
 FEET FROM SOUTH 1/4 SECTION LINE 655    FEET FROM WEST 1/4 SECTION LINE 131  
 FEET FROM THE NEAREST LEASE LINE 165  
 LEASE NAME HUDGINS-REID    WELL NO: 1  
 OPERATOR NAME. HELTON OIL COMPANY

SURFACE OWNER ADDRESS  
 JOE HUDGINS  
 GEN DEL.  
 GARFIELD    OK    73546

OPERATOR RETURN ADDRESS  
 HELTON OIL COMPANY  
 ( A PARTNERSHIP)  
 713 LAMAR ST.  
 WICHITA FALLS    TX    76301

OPERATION TO BEGIN: 00/00/00  
 FRESH WATER SUPPLY WELL DRILLED: NO    SURFACE WATER USED TO DRILL: YES  
 FORMATION CODES, NAMES, DEPTHS,    (PERMIT VALID FOR LISTED FORMATIONS ONLY)  
     406THMS    THOMAS    /SD/    1425  
     406GNSG    GUNSIGHT          1625

SPACING ORDER NUMBERS.    2500  
 TOTAL DEPTH:    1750  
 GROUND ELEVATION    1005    DEPTH TO BASE OF TREATABLE WATER-BEARING FM:    36  
 SURFACE CASING.    86

PIT INFORMATION:  
 TYPE OF PIT SYSTEM: ON-SITE  
 TYPE OF MUD SYSTEM: WATER BASED  
 EXPECTED CHLORIDE CONTENT OF PIT: MAXIMUM    1200 PPM; AVERAGE    200 PPM  
 DETERMINATION OF HYDROLOGICALLY SENSITIVE AREA NOT REQUIRED  
 CATEGORY OF PIT(S): 2  
 LINER NOT REQUIRED FOR CATEGORY: 2    PIT(S)

APPROVED METHOD FOR DISPOSAL OF DRILLING FLUIDS:  
 EVAPORATION/DEWATER AND BACKFILLING OF RESERVE PIT

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THIS PERMIT DOES NOT ADDRESS THE RIGHT OF ENTRY OR SETTLEMENT OF SURFACE DAMAGES. THE DURATION OF THIS PERMIT IS SIX MONTHS, EXCEPT AS OTHERWISE PROVIDED BY RULE OCC-OGR 3-204.

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