API NUMBER: 003 23359

Oil & Gas

Horizontal Hole

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

Approval Date: 01/30/2019
Expiration Date: 07/30/2020

24174 0

Well will be 225 feet from nearest unit or lease boundary.

OTC/OCC Number:

PERMIT TO DRILL

WELL LOCATION:	Sec: 24	Twp: 27N	Rge: 1	2W Coun	ity: ALF	ALFA		
SPOT LOCATION:	SW SE	SW	SE	FEET FROM QUARTER:	FROM	SOUTH	FROM	EAST
				SECTION LINES:		225		1900
Lease Name: I	ICKLIDER 24-2	27-12		V	Vell No:	2H		
Operator Name:	BCE-MACH I	LLC				Teleph	none:	4052528151

BCE-MACH LLC

14201 WIRELESS WAY STE 300

OKLAHOMA CITY, OK 73134-2512

LINDA K. LICKLIDER 905 COMPOUND

ENID OK 73703-

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

Name	Depth	Name	Depth
1 MISSISSIPPIAN	5276	6	
2		7	
3		8	
4		9	
5		10	
Spacing Orders: 620046	Location Exception Orders:	689436	Increased Density Orders: 690503

Pending CD Numbers: Special Orders:

Total Depth: 10242 Ground Elevation: 1219 Surface Casing: 210 Depth to base of Treatable Water-Bearing FM: 160

Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No Surface Water used to Drill: Yes

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED D. One time land application -- (REQUIRES PERMIT) PERMIT NO: 18-35869
Chlorides Max: 25000 Average: 8000 H. CLOSED SYSTEM = STEEL PITS PER OPERATOR REQUEST

Within 1 mile of municipal water well? N

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

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 AP/TE DEPOSIT
Pit Location Formation: TERRACE

HORIZONTAL HOLE 1

Sec 24 Twp 27N Rge 12W County ALFALFA

Spot Location of End Point: N2 N2 NW NE
Feet From: NORTH 1/4 Section Line: 150
Feet From: EAST 1/4 Section Line: 1980

Depth of Deviation: 5146
Radius of Turn: 495
Direction: 359
Total Length: 4318

Measured Total Depth: 10242

True Vertical Depth: 5335

End Point Location from Lease,
Unit. or Property Line: 150

Notes:

Category Description

HYDRAULIC FRACTURING 12/29/2018 - G71 - OCC 165:10-3-10 REQUIRES:

1) PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE;

2) WITH NOTICE ALSO GIVEN 48 HOURS IN ADVANCE OF HYDRAULIC FRACTURING ALL WELLS TO BOTH THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES, USING THE

"FRAC NOTICE FORM" FOUND AT THE FOLLOWING LINK:

OCCEWEB.COM/OG/OGFORMS.HTML; AND,

3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG

INCREASED DENSITY - 690503 1/30/2019 - G58 - 24-27N-12W

X620046 MSSP 1 WELL BCE-MACH LLC 1/28/2019

LOCATION EXCEPTION - 689436 1/30/2019 - G58 - (I.O.) 24-27N-12W

X620046 MSSP

X165:10-3-28(C)(2)(B) MAY BE CLOSER THAN 600' TO THE DIEL 2-24 WELL

COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 660' FEL

BCE-MACH LLC 1/9/2019

SPACING - 620046 1/29/2019 - G58 - (640)(HOR) 24-27N-12W

EXT 613932 MSSP COMPL. INT. NLT 660' FB

(COEXIST SP. ORDER 553709 MSSCT, MSSLM)

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA
13800 Wireless Woy, Okla. City, OK. 73134 (405) 843-4847 * OUT OF STATE (800) 854-3219

Certificate of Authorization No. 1293 LS 003-23359 County, Oklahoma p. <u>27N</u> Range <u>12W</u>I.M. 225 FSL - 1900 FEL Section 24 Township X 1868361 Y 659810 BOTTOM HOLE BOTTOM HOLE 150'FNL-1980'FEL NAD-27 (US Fest) 36'48'40.7" N 96'26'15.3" W 36.811310084' N 98.438409555' W X=1871651 Y=559847. 727W-R11W I'NE CONSTRUCTION SHOWN HEREIN IN PRIL X 1873610 Y 657144 1868347 657162 OF N 65 825'FSL-1910'FEL MAQ-27 (US Feet) 36'47'58.0" N 98'26'17.6" W 36.799448557 N 98.438224621 W 2422 EXISTING WELL ±71 WEST OF FROPOSED DRILL F X=1871686 Y≈695329 ORID **(** NAD-27 OK NORTH 10001 man! 870962 654506 1873589 654498 64 X 1868334 Y 654514 LANDING POINT, BOTTOM HOLE AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. Operator: MACH RESOURCES **ELEVATION:** Lease Name: LICKLIDER 24-27-12 1219' Gr. at Stake Well No .: _ Topography & Vegetation Loc. fell in level wheat field, ±440' SE of existing well Reference Stakes or Alternate Location Stokes Set None Yes Good Drill Site? ___ From South off US Hwy. 64 Best Accessibility to Location_ Distance & Direction from Hwy Jct or Town From Ingersoll, OK, go ±2.25 mi. West on US Hwy. 64 to the SE Car. of Sec. 24-T27N-R12W THY THY Dec. 04, 2018 Date of Drawing: __ NDATUM: NAD-Z/ LAT: 36:47:52.1 N Invoice # 306840 Date Staked: Nov. 29, 2018 LONG: 98'28'17.5"W CERTIFICATE: a information of with a DPS of their /vert. LAT: _ 36.797800698 N CENSED Thomas L. Howeli __an Oklahomo Licensed Land LONG: 98.438198934 W Surveyor and an authorized agent of Topographic Land STATE PLANE Surveyors of Oklahoma, do hereby certify to the information shown herein COORDINATES: (US Feet) ZONE: OK NORTH 1871691 X: *LAHOW! 1433 654729 Oklohorna Lie. No.