API NUMBER: 003 23384

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: 09/12/2019 03/12/2021 **Expiration Date**

PERMIT TO DRILL

| WELL LOCATION: | Sec: | 33 | Twp: | 26N | Rge: | 11W | County: | ALFALFA |
|----------------|------|----|------|-----|------|-----|---------|---------|
| | | | | | | | | |

SPOT LOCATION: NE FEET FROM QUARTER: NW || NE NW NORTH FROM WEST SECTION LINES: 1955

Lease Name: STATE 33-26-11 Well No: зн Well will be 275 feet from nearest unit or lease boundary.

BCE-MACH LLC Operator OTC/OCC Number: Telephone: 4052528151 24174 0 Name:

BCE-MACH LLC

14201 WIRELESS WAY STE 300

OKLAHOMA CITY. OK 73134-2512 COMMISSIONERS OF THE LAND OFFICE 204 N ROBINSON AVE SUITE 900

OKLAHOMA CITY OK 73102

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

Name Depth Name Depth MISSISSIPPIAN 1 5577 6 2 7 3 8 4 9 10 594543 Spacing Orders: Location Exception Orders: 691056 Increased Density Orders: 691055

Pending CD Numbers: Special Orders:

Total Depth: 10551 Ground Elevation: 1243 Surface Casing: 460 Depth to base of Treatable Water-Bearing FM: 410

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED D. One time land application -- (REQUIRES PERMIT) H. CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST Chlorides Max: 25000 Average: 8000

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?

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: BISON

PERMIT NO: 19-36081

HORIZONTAL HOLE 1

Sec 33 Twp 26N Rge 11W County ALFALFA

Spot Location of End Point: S2 S2 SE SW
Feet From: SOUTH 1/4 Section Line: 150
Feet From: WEST 1/4 Section Line: 1980

Depth of Deviation: 5173
Radius of Turn: 522
Direction: 180
Total Length: 4558

Measured Total Depth: 10551

True Vertical Depth: 5695

End Point Location from Lease,
Unit. or Property Line: 0

Notes:

Category Description

HYDRAULIC FRACTURING 8/28/2019 - 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 - 691055 9/11/2019 - GC4 - 33-26N-11W

X594543 MSSP 1 WELL BCE-MACH LLC 2-6-2019

LOCATION EXCEPTION - 691056 9/11/2019 - GC4 - (I.O.) 33-26N-11W

X594543 MSSP

COMPL. INT. NCT 150' FNL, NCT 150' FSL, NCT 1320' FEL

BCE- MACH LLC

2/6/2019

SPACING - 594543 9/11/2019 - GC4 - (640) 33-26N-11W

VAC 286744 MSSCT, MSSLM

EST MSSP EXT OTHER

API: 00323384

ALFALFA _ County, Oklahoma 26N Range 275'FNL - 1955'FWL Township _ Section X 1886550 Y 617463 X 1883904 Y 617474 1955 691' LANDING POINT 600'FNL-1980'FWL NAD-27 (US Feet) 36'41'38.3" N 98'23'21.2" W 36.693970688° N 2370 98.389223954" X 1885880 Y 616866 33 PROPOSED 1889176 614810 X 1883885 Y 614828 DRILL PATH BOTTOM HOLE GRID 150'FSL-1980'FWL NAD-27 (US Feet) NAD-27 OK NORTH 36'40'53.4" N 98'23'21.4" W US FEET Scale: 36.681504509° N = 1000'98.389267957 W X=1885848 Y=612328 1000 X 1889156 Y 612168 X 1883867 Y 612182 T26N-R11W Township. Line-NOTES: T25N-R11W THE INFORMATION SHOWN HEREIN IS FOR CONSTRUCTION PURPOSES ONLY LANDING POINT, BOTTOM HOLE AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. Operator: BCE-MACH LLC **ELEVATION:** Lease Name: STATE 33-26-11 Well No.: ___3H 1243' Gr. at Stake Topography & Vegetation Loc. fell on sloped hilltop, in hay field, ±200' South of E-W pipeline Reference Stakes or Alternate Location Yes None Good Drill Site? _____ Stakes Set _ From North off county road Best Accessibility to Location. Distance & Direction From Cherokee, OK, go ±4.0 mi. South, then ±2.0 mi. West to from Hwy Jct or Town _ the NW Cor. of Sec. 33-T26N-R11W WAR ESSIONAL Date of Drawing: Aug. 07, 2019 Invoice # 128784 Date Staked: Aug. 06, 2019 DATUM: NAD-27 AC LAT: 36'41'41.5"N LONG: 98'23'21.5"W CERTIFICATE: CENSED gathered with a GPS with ±1 foot Horiz./Vert. LAT: 36.694863266° N THOMAS ! Thomas L. Howell __an Oklahoma Licensed Land HOWELL LONG: 98.389305991° W Surveyor and an authorized agent of Topographic Land STATE PLANE Surveyors of Oklahoma, do hereby certify to the COORDINATES: (US Feet) information shown herein ZONE: __OK NORTH 1885857

Oklahoma Lic. No.

617191