API NUMBER: 073 26997

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

Approval Date: 04/14/2023

Expiration Date: 10/14/2024

Horizontal Hole Oil & Gas

PERMIT TO DRILL

			PEK	<u>IVII I I</u>	O DRILL			
WELL LOCATION:	Section: 05	Township: 17N F	Range: 5W C	ounty: KIN	IGFISHER			
SPOT LOCATION:	SW SE SE	SE FEET FROM Q	JARTER: FROM S	OUTH F	ROM EAST			
		SECTIO	N LINES: 22	22	567			
Lease Name:	LINCOLN NORTH UNIT		Well No: 9	2-2HO		Well will be 2	222 feet from nearest uni	t or lease boundary.
Operator Name: BCE-MACH III LLC		Telephone: 4	052528100			OTC/OCC Num	nber: 24485 0	
BCE-MACH III LLC					THE CHARLES EMMERICH AND JANICE EMMERICH FAMILY TRUST			
14201 WIRELESS WAY STE 300					29705 EAST 730 RD			
OKLAHOMA CITY, OK 73134-2521			21		CRESCENT		OK 73028	
Formation(s)	(Permit Valid for Li	sted Formations On	ly):					
Name Code Dep			Depth					
1 OSWEGO		404OSWG	6187					
Spacing Orders:	119269		Location Exceptio	n Orders:	No Exceptio	ns	Increased Density Orders:	No Density
Pending CD Numbers: No Pending Working interest owne					rs' notified: DNA Special Orders: No Special			
Total Depth: 1	•	Elevation: 1101	Surface Ca	sing: 4	40	Depth to b	pase of Treatable Water-Beari	ng FM: 190
Under Federal Jurisdiction: No					Approved Method for disposal of Drilling Fluids:			
Fresh Wate	r Supply Well Drilled: No				D. One time land application (REQUIRES PERMIT) PERMIT NO: 23-38900			
Surface Water used to Drill: Yes				H. (Other) CLOSED SYSTEM = STEEL PITS PER OPERATOR REQUEST				
PIT 1 INFOR	MATION				Categ	ory of Pit: C		
Type of Pit System: CLOSED Closed System Means Steel Pits					Liner not required for Category: C			
Type of Mud System: WATER BASED					Pit Location is: AP/TE DEPOSIT Pit Location Formation: TERRACE			
Chlorides Max: 5000 Average: 3000 Pit Location Formation: TERRACE Is depth to top of ground water greater than 10ft below base of pit? Y								
	mile of municipal water well							
	Wellhead Protection Area							
Pit <u>is</u> lo	ocated in a Hydrologically S	Sensitive Area.						
HORIZONTAL	HOLE 1							
Section: 5	Township: 17N	Range: 5W	Meridian:	IM		Total Length	n: 5000	
County: KINGFISHER					Meas	sured Total Depth:	: 11684	
Spot Location of End Point: NE NW NE NE					Tı	rue Vertical Depth:	: 6334	
Feet From: NORTH 1/4 Section Line: 165					End Point Location fr		1	
	Feet From: EAS	ST 1/4 Secti	on Line: 670			it, or Property Line		

NOTES:

Category	Description
HYDRAULIC FRACTURING	[4/13/2023 - GC2] - OCC 165:10-3-10 REQUIRES:
	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;
	2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS. FORM 6000NHF SHALL BE FOUND HERE: HTTPS://OKLAHOMA.GOV/OCC/DIVISIONS/OIL-GAS/OGCD-FORMS; AND,
	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
SPACING - 119269	[4/13/2023 - GC2] - (UNIT) 5-17N-5W EST LINCOLN NORTH UNIT FOR OSWG