API NUMBER: 003 23418

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

Approval Date: 10/05/2022
Expiration Date: 04/05/2024

Horizontal Hole Oil & Gas

## **PERMIT TO DRILL**

| <u></u>  |  |
|--|--|
| WELL LOCATION: Section: 33 Township: 29N Range: 11W                    | County: ALFALFA  |
| SPOT LOCATION: SW SE SE SW FEET FROM QUARTER: FROM                     | SOUTH FROM WEST  |
| SECTION LINES:   | 161 2050   |
| Lease Name: PIPER TRUST 33-29-11 Well No                               | o: 1H Well will be 161 feet from nearest unit or lease boundary.   |
| Operator Name: BCE-MACH LLC Telephone                                  | e: 4052528100 OTC/OCC Number: 24174 0                              |
| BCE-MACH LLC   | GLEN AND DONNA PIPER TRUST   |
| 14201 WIRELESS WAY STE 300   | 801 NORTH MEADOW RIDGE   |
| OKLAHOMA CITY, OK 73134-2512   | KIOWA KS 67070   |
|  |  |
|  |  |
| Formation(s) (Permit Valid for Listed Formations Only):                |  |
| Name Code Depth  |  |
| 1 MISSISSIPPIAN 359MSSP 4980   |  |
| Spacing Orders: 718925 Location Exc                                    | eption Orders: No Exceptions Increased Density Orders: No Density  |
| Pending CD Numbers: 202203599 Working i                                | nterest owners' notified: *** Special Orders: No Special           |
| Total Depth: 10450 Ground Elevation: 1226 Surface                      | Casing: 440 Depth to base of Treatable Water-Bearing FM: 190       |
|  |  |
| Under Federal Jurisdiction: No Fresh Water Supply Well Drilled: No     | Approved Method for disposal of Drilling Fluids:                   |
| Surface Water used to Drill: Yes                                       | D. One time land application (REQUIRES PERMIT) PERMIT NO: 22-38587 |
|  | H. (Other) CLOSED SYSTEM = STEEL PITS PER OPERATOR REQUEST         |
| PIT 1 INFORMATION  | Category 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                                     |
| Chlorides Max: 8000 Average: 5000                                      | Pit Location Formation: TERRACE                                    |
| 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 <u>is</u> located in a Hydrologically Sensitive Area.              |  |
| HORIZONTAL HOLE 1  |  |
| Section: 33 Township: 29N Range: 11W Meridia                           | an: IM Total Length: 5000  |
| County: ALFALFA  | Measured Total Depth: 10450  |
| Spot Location of End Point: NE NE NE NW                                | True Vertical Depth: 5030  |
| Feet From: NORTH 1/4 Section Line: 1                                   | 50 End Point Location from   |
| Feet From: <b>WEST</b> 1/4 Section Line: 2                             |  |

NOTES:

| Category               | Description  |
|------------------------|--|
| HYDRAULIC FRACTURING   | [9/21/2022 - 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 HYDRAULIC FRACTURING OPERATIONS. FORM 6000NHF SHALL BE USED AND IS FOUND AT THIS LINK: OCCEWEB.COM/OG/OGFORMS.HTML; 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   |
| PENDING CD - 202203599 | [9/23/2022 - GB1] - (I.O.) 33-29N-11W<br>X718925 MSSP<br>COMPL INT NCT 165' FNL, NCT 165' FSL, NCT 1320' FWL<br>NO OP NAMED<br>REC 10/4/2022 (P. PORTER)   |
| SPACING - 718925       | [9/23/2022 - GB1] - (640) 33-29N-11W<br>EST OTHERS<br>EXT 581509 MSSP, OTHERS  |