

API NUMBER: 073 26921

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

Approval Date: 08/25/2022

Expiration Date: 02/25/2024

Horizontal Hole

Oil & Gas

PERMIT TO DRILL

WELL LOCATION: Section: 31 Township: 18N Range: 5W County: KINGFISHER

SPOT LOCATION: ☐ SW ☐ NE ☐ NW ☐ NE FEET FROM QUARTER: FROM NORTH FROM EAST
SECTION LINES: 390 1871

Lease Name: JOHN POLLARD 31-18-5

Well No: 2H

Well will be 390 feet from nearest unit or lease boundary.

Operator Name: BCE-MACH III LLC

Telephone: 4052528100

OTC/OCC Number: 24485 0

BCE-MACH III LLC
14201 WIRELESS WAY STE 300
OKLAHOMA CITY, OK 73134-2521

JOHN MARK POLLARD
5306 GRAYRIDGE RD
ENID OK 73701

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

Name	Code	Depth
1 MISSISSIPPIAN	359MSSP	6656

Spacing Orders: 681182

Location Exception Orders: No Exceptions

Increased Density Orders: No Density

Pending CD Numbers: 202202877

Working interest owners' notified: ***

Special Orders: No Special

202202878

Total Depth: 12300

Ground Elevation: 1166

Surface Casing: 300

Depth to base of Treatable Water-Bearing FM: 210

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

Approved Method for disposal of Drilling Fluids:

D. One time land application -- (REQUIRES PERMIT)

PERMIT NO: 22-38487

H. (Other)

CLOSED SYSTEM=STEEL PITS PER OPERATOR
REQUEST

PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED

Chlorides Max: 5000 Average: 3000

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 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

Section: 31 Township: 18N Range: 5W Meridian: IM
County: KINGFISHER

Total Length: 4900

Measured Total Depth: 12300

Spot Location of End Point: SE SW SE SE

True Vertical Depth: 7118

Feet From: SOUTH 1/4 Section Line: 165

End Point Location from
Lease, Unit, or Property Line: 165

Feet From: EAST 1/4 Section Line: 780

NOTES:

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is 18 MONTHS, except as otherwise provided by Rule 165: 10-3-1. Rule 165: 10-3-4 (c) (7) (e) - The Operator shall give 24 Hours notice by telephone to the appropriate District Office of the Conservation Division as to when Surface Casing will be run.

Category	Description
HYDRAULIC FRACTURING	<p>[8/15/2022 - GC2] - OCC 165:10-3-10 REQUIRES:</p> <p>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;</p> <p>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: OCCWEB.COM/OG/OGFORMS.HTML; AND,</p> <p>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</p>
PENDING - CD2022-002877	<p>[8/25/2022 - GB6] - (I.O.) 31-18N-5W X681182 MSSP 1 WELL NO OPER. NAMED REC. 08/16/2022 (HUBER)</p>
PENDING - CD2022-002878	<p>[8/25/2022 - GB6] - (I.O.) 31-18N-5W X681182 MSSP COMPL. INT. NCT 165' FNL, NCT 165' FSL, NCT 330' FEL ** NO OPER. NAMED REC. 08/16/2022 (HUBER) ** COMPL. INT. AMD AT HEARING TO STATED FOOTAGES PER ATTORNEY FOR OPERATOR</p>
SPACING - 681182	<p>[8/25/2022 - GB6] - (640)(HOR) 31-18N-5W EXT 627852 MSSP, OTHERS COMPL. INT. (MSSP, OTHER) NCT 660' FB (COEXIST SP. ORDER# 68552 MSSLM NW4, S2 31-18N-5W; SP. ORDER# 119269/371358/450744** MSSLM NE4 31-18N-5W) ** S/B 119248/119269/371358/450744</p>