API NUMBER: 073 26968

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

Approval Date: 01/24/2023

Expiration Date: 07/24/2024

Horizontal Hole Oil & Gas

PERMIT TO DRILL

SPOT LOCATION: NW NE NE FEET FROM QUARTER: FROM NORTH FROM EAST SECTION LINES: 280 1223 Lease Name: DOUGHERTY 23-17-6 Well No: 3H Well will be 280 feet from nearest unit or lease boundary.				PERIVII	I TO DRILL			
Lease Name: DOUGHERTY 22-17-46 Well No: 3H Well will be 280 feet from nearest unit or lease boundary. Operator Name: SCE-MACH III LLC 14201 WIRELESS WAY STE 300 OKLAHOMA CITY, OK 73134-2521 JANET C. DOUGHERTY 5401 ENGLENOOK DR PARKER TX 75002 JANET C. DOUGHERTS 5401 ENGLENOOK DR FERDIT TO C. DOUGHERTS 5401 ENGLENOOK DR FER	WELL LOCATION:	Section: 26	Township: 17N R	ange: 6W County	: KINGFISHER			
Lease Name: DOUGHERTY 23-17-6	SPOT LOCATION:	NW NW NE	NE FEET FROM QU	JARTER: FROM NORT	H FROM EAST			
Operator Name: BCE-MACH III LLC 14201 WIRELESS WAY STE 300 OKLAHOMA CITY. OK 73134-2521 Formation(s) (Permit Valid for Listed Formations Only): Name Code Depth 1 08WE90 44405W/9 6238 Spacing Orders: 680041 682374 Location Exception Orders: No Exceptions Increased Density Orders: 728004 Pending CD Numbers: 202202294 Working interest owners' notified: "Special Orders: No Special Orders: No Special Under Federal Jurisdiction: No Fresh Water Supply Well Drillost: No Special Surface Water Water Supply Well Drillost: No Special Ht. (Other) CLOSED SYSTEMSTELL PTIS (RECUIRED PERMIT) PERMIT NO. 22-38411 H. (Other) CLOSED SYSTEMSTELL PTIS (RECUIRED PILIS (RECUIRED PILIS RECUIRED): A Control by dignor water well? No Winding their result of the special orders: ALLUVIUM PTI 1 INFORMATION Category of Pit: C Line not required for Category: C Pit Location is: ALLUVIUM PTI 1 In Increased Density System: Means Steel Pilis Type of May System: CLOSED Closed System Means Steel Pilis Type of the System: CLOSED Closed System Means Steel Pilis Type of the System: CLOSED Closed System Means Steel Pilis Type of the System: CLOSED Closed System Means Steel Pilis Type of the Granulaged water well? No Within all mode of municipal water well? No			SECTION	N LINES: 280	1223			
BCE-MACH III LLC 14201 WIRELESS WAY STE 300 OKLAHOMA CITY, OK 73134-2521 Formation(s) (Permit Valid for Listed Formations Only): Name Code Depth 10 SWEGO 4040SWG Spacing Orders: 680041 682374 Location Exception Orders: No Exceptions Spacing Colories: 202202294 Working interest owners' notified: "Special Orders: No Special Order	Lease Name:	DOUGHERTY 23-17-6		Well No: 3H		Well will be 28	0 feet from nearest unit or lease boundary.	
14201 WIRELESS WAY STE 300 OKLAHOMA CITY, OK 73134-2521 Spacing Orders: Code Depth 1 OSWEGO 4040SWG 6288 Depth 682374 Depth 682374 Location Exception Orders: No Exceptions Means Steel Pits Type of Mind System: WATER BASED PT 1 INFORMATION Type of Pit System: CLOSED Closed System Means Steel Pits Type of Mind System: WATER BASED Type of Pit System: CLOSED Closed System Means Steel Pits Type of Mind System: WATER BASED PT 1 In Incand In a Hydrologically Sensitive Area. Section: 23 Township: 17N Range: 6W Meridian: IM County: KINGFISHER Spot Location of End Point: C NE NE NE NE True Vertical Depth: 11447 Spot Location of End Point: C NE NE NE True Vertical Depth: 1447 Spot Location of End Point: C NE NE NE True Vertical Depth: 1447 Feet From: NORTH 1/4 Section Line: 330 Section County System: Water Boase of part Y Vertical Depth: 1447 True Vertical Depth: 11447 Feet From: NORTH 1/4 Section Line: 330 Section County KINGFISHER Measured Total Depth: 11447 Frue Vertical Depth: 1 1447 Frue Vertical Depth: 6455 Feet From: NORTH 1/4 Section Line: 330 Frue Vertical Depth: 6455	Operator Name:	BCE-MACH III LLC		Telephone: 40525	28100		OTC/OCC Number: 24485 0	
Formation(s) (Permit Valid for Listed Formations Only): Name	BCE-MACH I	III LLC			JANET C. DOUG	GHERTY		
Formation(s) (Permit Valid for Listed Formations Only): Name	14201 WIRE	LESS WAY STE 30	0		5401 ENGLENO	OK DR		
Formation(s) (Permit Valid for Listed Formations Only): Name	OKLAHOMA	CITY,	OK 73134-252	21	PARKER		TX 75002	
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Name Code Depth								
Specing Orders: 680041 682374 Pending CD Numbers: 202202294 Working interest owners' notified: "** Special Orders: No Special Total Depth: 11447 Ground Elevation: 1017 Surface Casing: 300 Depth to base of Treatable Water-Bearing FM: 130 Approved Method for disposal of Drilling Fluids: D. One time land application (REQUIRES PERMIT) PERMIT NO: 22-38411 H. (Other) CLOSED SYSTEM-STEEL PITS (REQUIRED CIMARRON RIVER) PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means Steel Pits Type of Pit System: WATER BASED Pit Location is: ALLUVIAL Pit Location Formation: ALLUVIUM Pit Location Formation: ALLUVIUM Pit Location is: ALLUVIAL Pit Location Formation: ALLUVIUM Pit Location is: ALLUVIAL Pit Location Formation: ALLUVIUM PROBLEM True of municipal water well? N Wellhead Protection Area? N Pit Is located in a Hydrologically Sensitive Area. HORIZONTAL HOLE 1 Section: 23 Township: 17N Range: 6W Meridian: IM Massured Total Depth: 11447 Spot Location of End Point: C NE NE NE True Vertical Depth: 6455 Feet From: NORTH 1/4 Section Line: 330 End Point Location from	Formation(s)	(Permit Valid for L	isted Formations On	y):	_			
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NOTES:

Category	Description
HYDRAULIC FRACTURING	[6/30/2022 - 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
INCREASED DENSITY - 728604 (CD2022- 002293)	[7/12/2022 - GB6] - 23-17N-6W X680041/682374 OSWG 1 WELL BCE-MACH III LLC 09/21/2022
PENDING - CD2022-002294	[7/12/2022 - GB6] - (I.O.) 23-17N-6W X680041/682374 OSWG X165:10-3-28(C)(2)(B) MAY BE CLOSER THAN 600' TO PEGGY 4-23 (API# 073-23298) COMPL. INT. NCT 330' FSL, NCT 330' FNL, NCT 330' FEL NO OPER. NAMED REC. 12/28/2022 (MILLER)
SPACING – 680041	[7/12/2022 - GB6] - (640)(HOR) 23-17N-6W EXT 665567 OSWG, OTHER COMPL. INT. (OSWG, OTHER) NCT 660' FB (COEXIST SP. ORDER# 209472 OSWG, SP. ORDER# 214066 OSWG)
SPACING – 682374	[7/12/2022 - GB6] - X680041 CONFIRM ORDER