KOLAR Document ID: 1634628

For KCC Use:

Effective	Date

District	#	

SGA? Yes No

For

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form C-1 March 2010 Form must be Typed Form must be Signed All blanks must be Filled

NOTICE OF INTENT TO DRILL

Must be approved by KCC five (5) days prior to commencing well

m KSONA-1, Certification of	Compliance with the Kansas	Surface Owner Notification Act	, MUST be submitted with this form.

Expected Spud Date:	Spot Description:	
month day year	S. R Sec Twp S. R	E W
OPERATOR: License#	feet from E /	W Line of Section
Name:		
Address 1:	Is SECTION: Regular Irregular?	
Address 2:	(Note: Locate well on the Section Plat on reverse	side)
City: State: Zip: +	County:	
Contact Person:	Lease Name: W	ell #:
Phone:	Field Name:	
CONTRACTOR: License#	Is this a Prorated / Spaced Field?	Yes No
Name:	Target Formation(s):	
Well Drilled For: Well Class: Type Equipment: Oil Enh Rec Infield Mud Rotary Gas Storage Pool Ext. Air Rotary Disposal Wildcat Cable Seismic ; # of Holes Other Other:	Nearest Lease or unit boundary line (in footage): Ground Surface Elevation: Water well within one-quarter mile: Public water supply well within one mile: Depth to bottom of fresh water: Depth to bottom of usable water: Surface Pipe by Alternate: I Length of Surface Pipe Planned to be set:	feet MSL Yes No Yes No
	Length of Conductor Pipe (if any):	
Operator:	Projected Total Depth:	
Original Completion Date: Original Total Depth:	Formation at Total Depth:	
	Water Source for Drilling Operations:	
Directional, Deviated or Horizontal wellbore?	Well Farm Pond Other:	
If Yes, true vertical depth:	DWR Permit #:	
Bottom Hole Location:	(Note: Apply for Permit with DWR)	
KCC DKT #:	Will Cores be taken?	Yes No
	If Yes, proposed zone:	

AFFIDAVIT

The undersigned hereby affirms that the drilling, completion and eventual plugging of this well will comply with K.S.A. 55 et. seq.

It is agreed that the following minimum requirements will be met:

- 1. Notify the appropriate district office *prior* to spudding of well;
- 2. A copy of the approved notice of intent to drill shall be posted on each drilling rig;
- 3. The minimum amount of surface pipe as specified below **shall be set** by circulating cement to the top; in all cases surface pipe **shall be set** through all unconsolidated materials plus a minimum of 20 feet into the underlying formation.
- 4. If the well is dry hole, an agreement between the operator and the district office on plug length and placement is necessary prior to plugging;
- 5. The appropriate district office will be notified before well is either plugged or production casing is cemented in;
- 6. If an ALTERNATE II COMPLETION, production pipe shall be cemented from below any usable water to surface within 120 DAYS of spud date. Or pursuant to Appendix "B" - Eastern Kansas surface casing order #133,891-C, which applies to the KCC District 3 area, alternate II cementing must be completed within 30 days of the spud date or the well shall be plugged. In all cases, NOTIFY district office prior to any cementing.

Submitted E	Electronically
-------------	----------------

For KCC Use ONLY	
API # 15	
Conductor pipe required	feet
Minimum surface pipe required	feet per ALT.
Approved by:	
This authorization expires:	
Spud date: Agent:	

Remember to:

- File Certification of Compliance with the Kansas Surface Owner Notification Act (KSONA-1) with Intent to Drill;
- File Drill Pit Application (form CDP-1) with Intent to Drill;
- File Completion Form ACO-1 within 120 days of spud date;
- File acreage attribution plat according to field proration orders;
- Notify appropriate district office 48 hours prior to workover or re-entry;
- Submit plugging report (CP-4) after plugging is completed (within 60 days);
- Obtain written approval before disposing or injecting salt water.
- If well will not be drilled or permit has expired (See: authorized expiration date) please check the box below and return to the address below.

ш

Well will not be drilled or Permit Expired Date: _ Signature of Operator or Agent: For KCC Use ONLY

API # 15 - ____

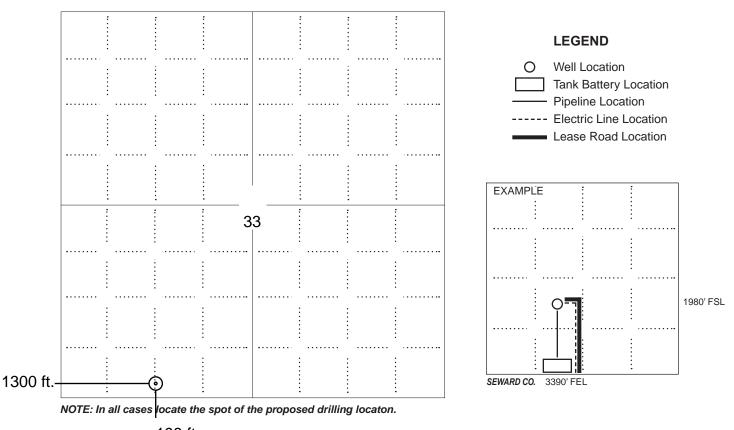
IN ALL CASES PLOT THE INTENDED WELL ON THE PLAT BELOW

In all cases, please fully complete this side of the form. Include items 1 through 5 at the bottom of this page.

Operator:	Location of Well: County:
Lease:	feet from N / S Line of Section
Well Number:	feet from E / W Line of Section
Field:	Sec Twp S. R E 📃 W
Number of Acres attributable to well:	Is Section: Regular or Irregular
	If Section is Irregular, locate well from nearest corner boundary.
	Section corner used: NE NW SE SW

PLAT

Show location of the well. Show footage to the nearest lease or unit boundary line. Show the predicted locations of lease roads, tank batteries, pipelines and electrical lines, as required by the Kansas Surface Owner Notice Act (House Bill 2032). You may attach a separate plat if desired.



198 ft.

In plotting the proposed location of the well, you must show:

- 1. The manner in which you are using the depicted plat by identifying section lines, i.e. 1 section, 1 section with 8 surrounding sections, 4 sections, etc.
- 2. The distance of the proposed drilling location from the south / north and east / west outside section lines.
- 3. The distance to the nearest lease or unit boundary line (in footage).
- 4. If proposed location is located within a prorated or spaced field a certificate of acreage attribution plat must be attached: (C0-7 for oil wells; CG-8 for gas wells).
- 5. The predicted locations of lease roads, tank batteries, pipelines, and electrical lines.

Side Two

KOLAR Document ID: 1634628

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

Form CDP-1 May 2010 Form must be Typed

APPLICATION FOR SURFACE PIT

Submit in Duplicate						
Operator Name:		License Number:				
Operator Address:						
Contact Person:			Phone Number:			
Lease Name & Well No.:			Pit Location (QQQQ):			
Type of Pit:	Pit is:		·			
Emergency Pit Burn Pit	Proposed	Existing	SecTwpR East West			
Settling Pit Drilling Pit	If Existing, date co	nstructed:	Feet from North / South Line of Section			
Workover Pit Haul-Off Pit (If WP Supply API No. or Year Drilled)	Pit capacity:		Feet from East / West Line of Section			
		(bbls)	County			
Is the pit located in a Sensitive Ground Water A	rea? Yes	No	Chloride concentration: mg/l (For Emergency Pits and Settling Pits only)			
Is the bottom below ground level?	Artificial Liner?	10	How is the pit lined if a plastic liner is not used?			
Pit dimensions (all but working pits):	m ground level to dee	,	Width (feet)N/A: Steel Pits			
If the pit is lined give a brief description of the liner material, thickness and installation procedure. Describe procedures for periodic maintenance and determining liner integrity, including any special monitoring.						
Distance to nearest water well within one-mile of	of pit:	Depth to shallo Source of infor	west fresh water feet.			
feet Depth of water well	feet	measured	well owner electric log KDWR			
Emergency, Settling and Burn Pits ONLY:		Drilling, Worko	over and Haul-Off Pits ONLY:			
Producing Formation:		Type of materia	al utilized in drilling/workover:			
Number of producing wells on lease:		Number of wor	rking pits to be utilized:			
Barrels of fluid produced daily:		Abandonment	procedure:			
Does the slope from the tank battery allow all spilled fluids to flow into the pit? Yes No			st be closed within 365 days of spud date.			
Submitted Electronically						
	KCC	OFFICE USE O	NLY			
Date Received: Permit Numl	oer:	Permi				

KOLAR Document ID: 1634628

KANSAS CORPORATION COMMISSION OIL & GAS CONSERVATION DIVISION

CERTIFICATION OF COMPLIANCE WITH THE KANSAS SURFACE OWNER NOTIFICATION ACT

Form KSONA-
July 202
Form Must Be Typed
Form must be Signed
All blanks must be Filled

This form must be submitted with all Forms C-1 (Notice of Intent to Drill); CB-1 (Cathodic Protection Borehole Intent); T-1 (Request for Change of Operator Transfer of Injection or Surface Pit Permit); and CP-1 (Well Plugging Application). Any such form submitted without an accompanying Form KSONA-1 will be returned.

Select the corresponding form being filed: C-1 (Intent) CB-1 (Cathodic Protection Borehole Intent) T-1 (Transfer) CP-1 (Plugging Application)

OPERATOR: License #	Well Location:			
Name:				
Address 1:	County:			
Address 2:	Lease Name: Well #:			
City: State:	If filing a Form T-1 for multiple wells on a lease, enter the legal description of the lease below:			
Contact Person: Fax: ()				
Email Address:				
Surface Owner Information:				
Name:	When filing a Form T-1 involving multiple surface owners, attach an additional			
Address 1:	sheet listing all of the information to the left for each surface owner. Surface owner information can be found in the records of the register of deeds for the			
Address 2:	county, and in the real estate property tax records of the county treasurer.			
City: State: Zip:+				

If this form is being submitted with a Form C-1 (Intent) or CB-1 (Cathodic Protection Borehole Intent), you must supply the surface owners and the KCC with a plat showing the predicted locations of lease roads, tank batteries, pipelines, and electrical lines. The locations shown on the plat are preliminary non-binding estimates. The locations may be entered on the Form C-1 plat, Form CB-1 plat, or a separate plat may be submitted.

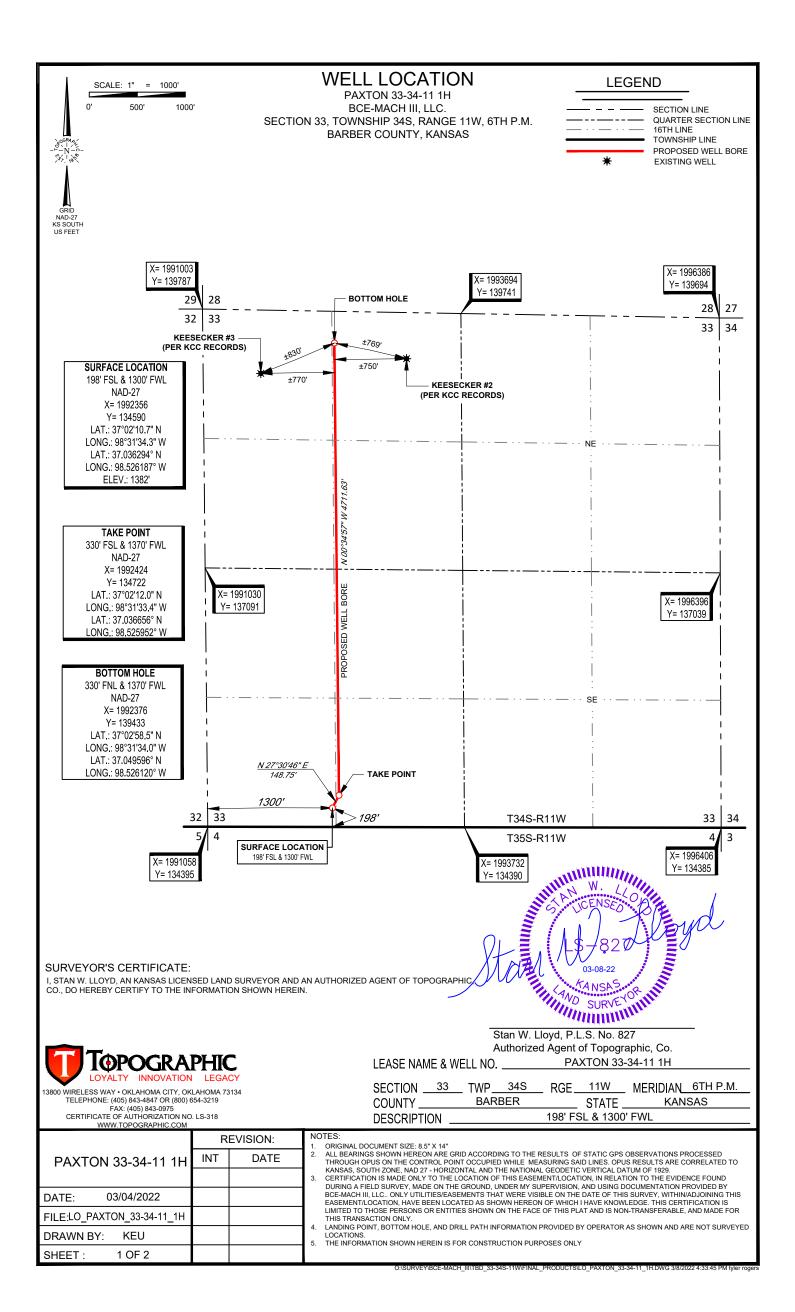
Select one of the following:

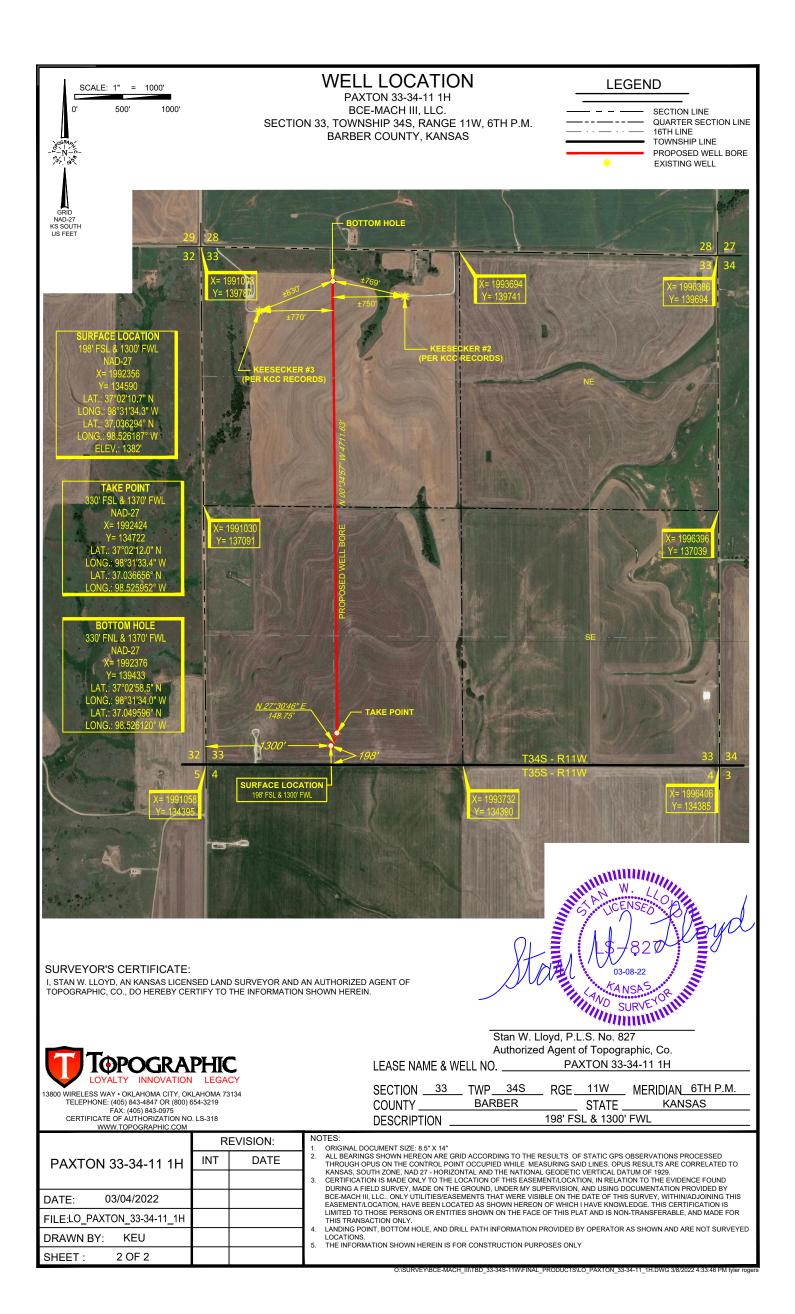
□ I certify that, pursuant to the Kansas Surface Owner Notice Act (see Chapter 55 of the Kansas Statutes Annotated), I have provided the following to the surface owner(s) of the land upon which the subject well is or will be located: 1) a copy of the Form C-1, Form CB-1, Form T-1, or Form CP-1 that I am filing in connection with this form; 2) if the form being filed is a Form C-1 or Form CB-1, the plat(s) required by this form; and 3) my operator name, address, phone number, fax, and email address.

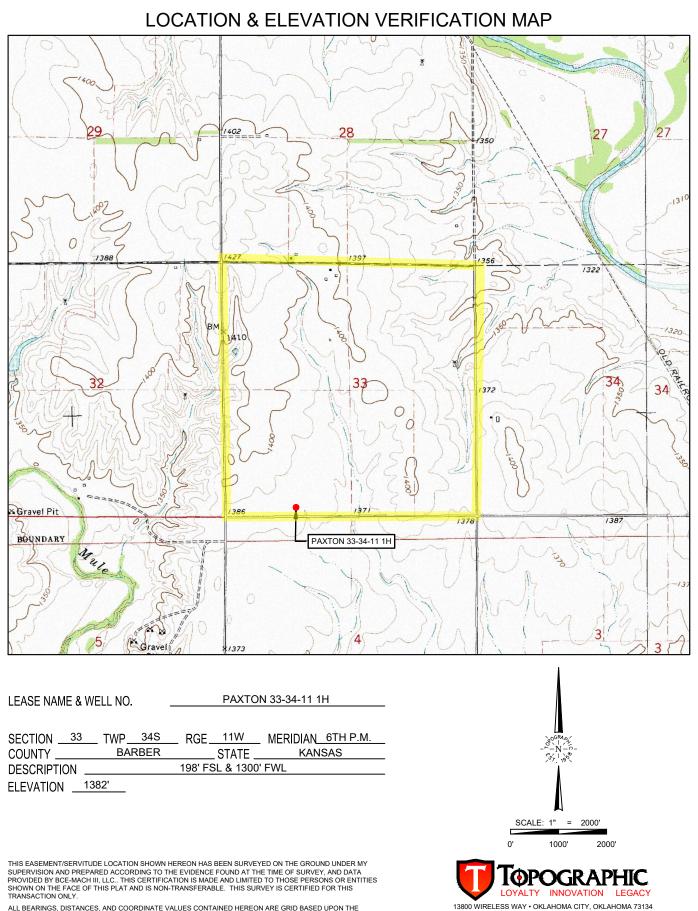
□ I have not provided this information to the surface owner(s). I acknowledge that, because I have not provided this information, the KCC will be required to send this information to the surface owner(s). To mitigate the additional cost of the KCC performing this task, I acknowledge that I must provide the name and address of the surface owner by filling out the top section of this form and that I am being charged a \$30.00 handling fee, payable to the KCC, which is enclosed with this form.

If choosing the second option, submit payment of the \$30.00 handling fee with this form. If the fee is not received with this form, the KSONA-1 form and the associated Form C-1, Form CB-1, Form T-1, or Form CP-1 will be returned.

Submitted Electronically







ALL BEARINGS, DISTANCES, AND COORDINATE VALUES CONTAINED HEREON ARE GRID BASED UPON THE OKLAHOMA STATE PLANE COORDINATE SYSTEM, SOUTH ZONE OF THE NORTH AMERICAN DATUM 1927, U.S. SURVEY FEET AND THE NATIONAL GEODETIC VERTICAL DATUM OF 1929.

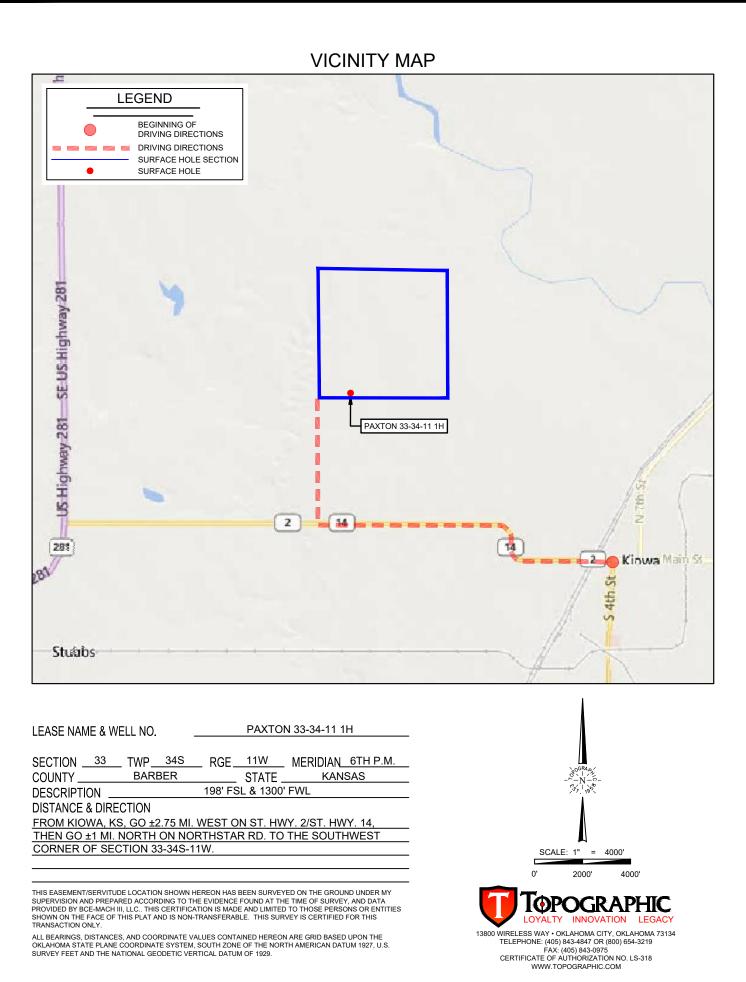
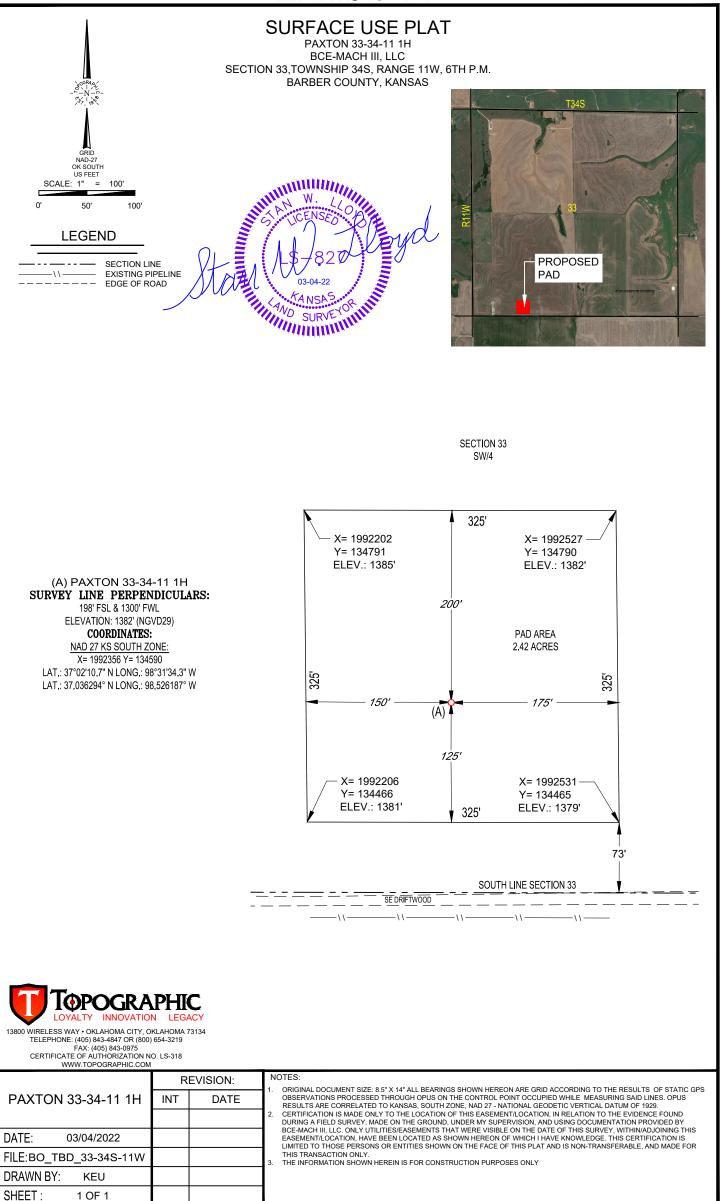


Exhibit "A"





March 15, 2022

Kansas Corporation Commission Oil & Gas Conservation Division 130 S. Market, Rm. 2078 Wichita, KS 67202

Re: BCE-Mach III LLC's – PAXTON 33-34-11 1H Section 33-34S-11W Barber County, Kansas

To whom it may concern:

BCE-Mach III LLC intends to drill the subject well to an approximate true vertical depth of between 4,700' and 4,800' in the Mississippi Formation. The producing wellbore will be in a 320-acre production unit consisting of the W/2 of Sect. 33-34S-11W, Barber County, Kansas. The nearest lease or unit boundary will be no less than 330' from any portion of the effective completion interval. The estimated length of the effective completion interval will be 4,775'.

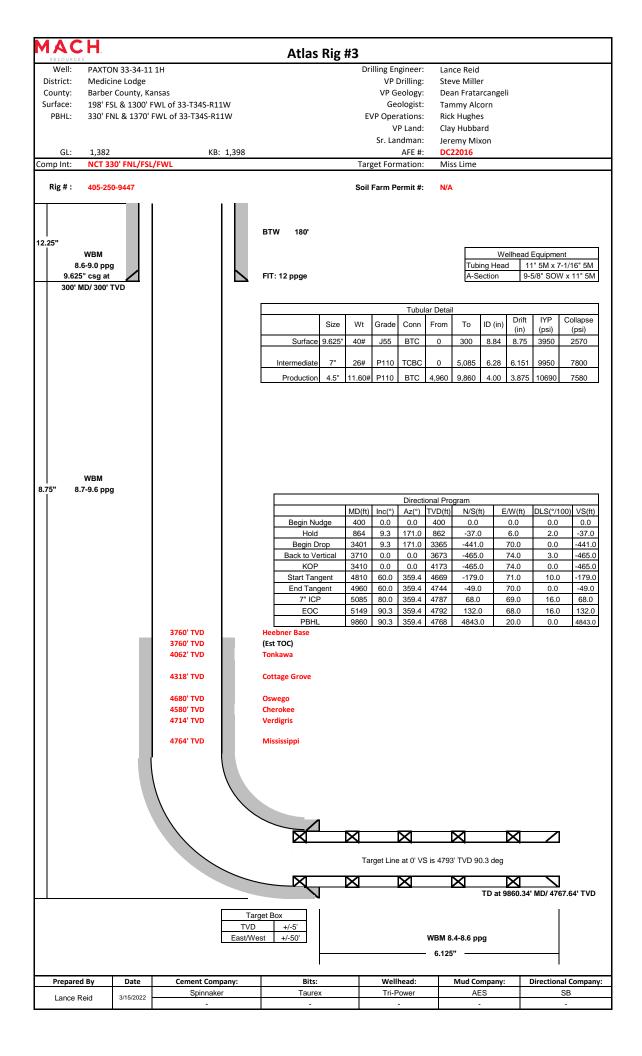
Should you have any questions, you may contact the undersigned at (405) 410-6082.

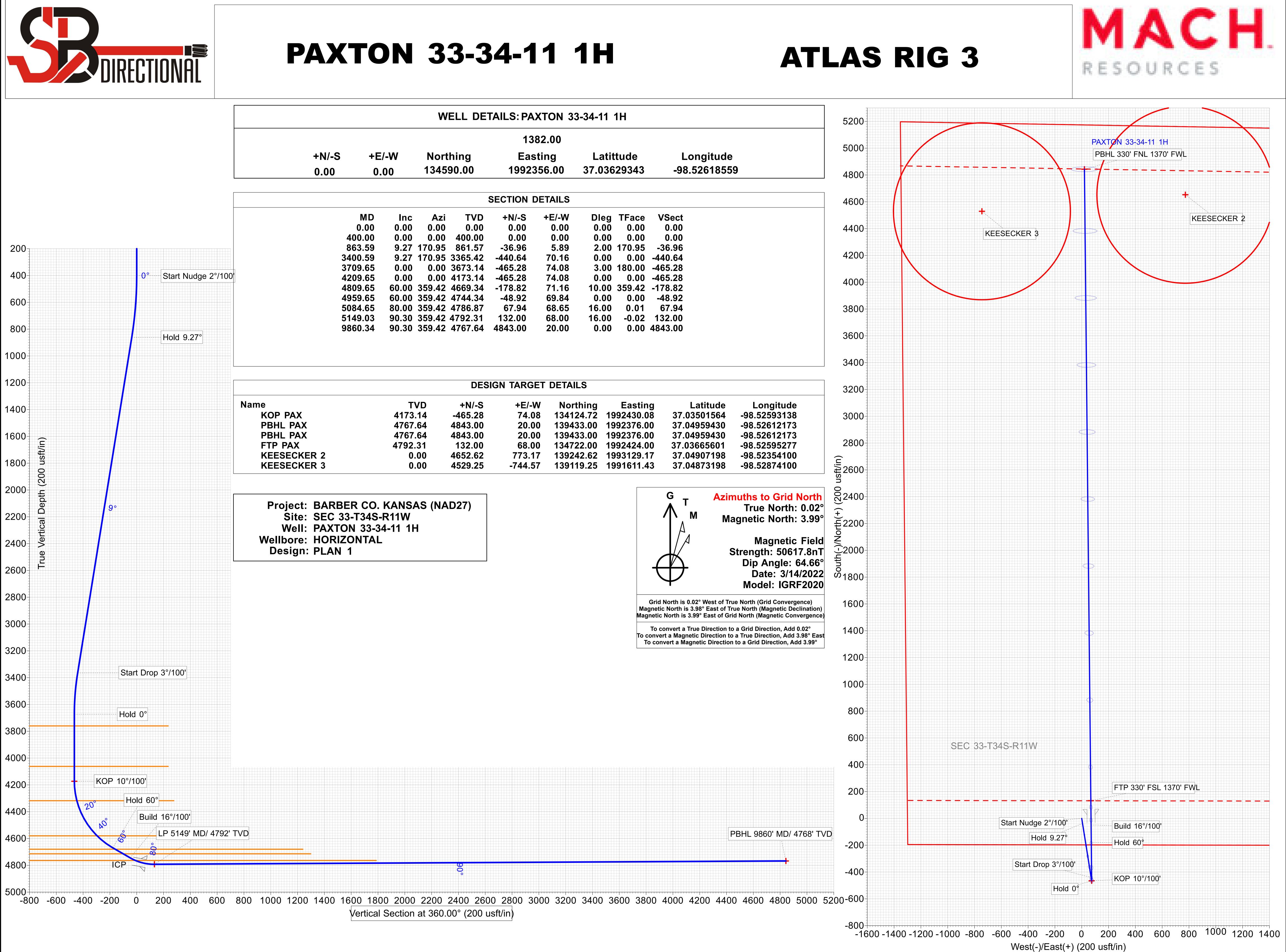
Respectively,

BCE-Mach III LLC

Lance Reid

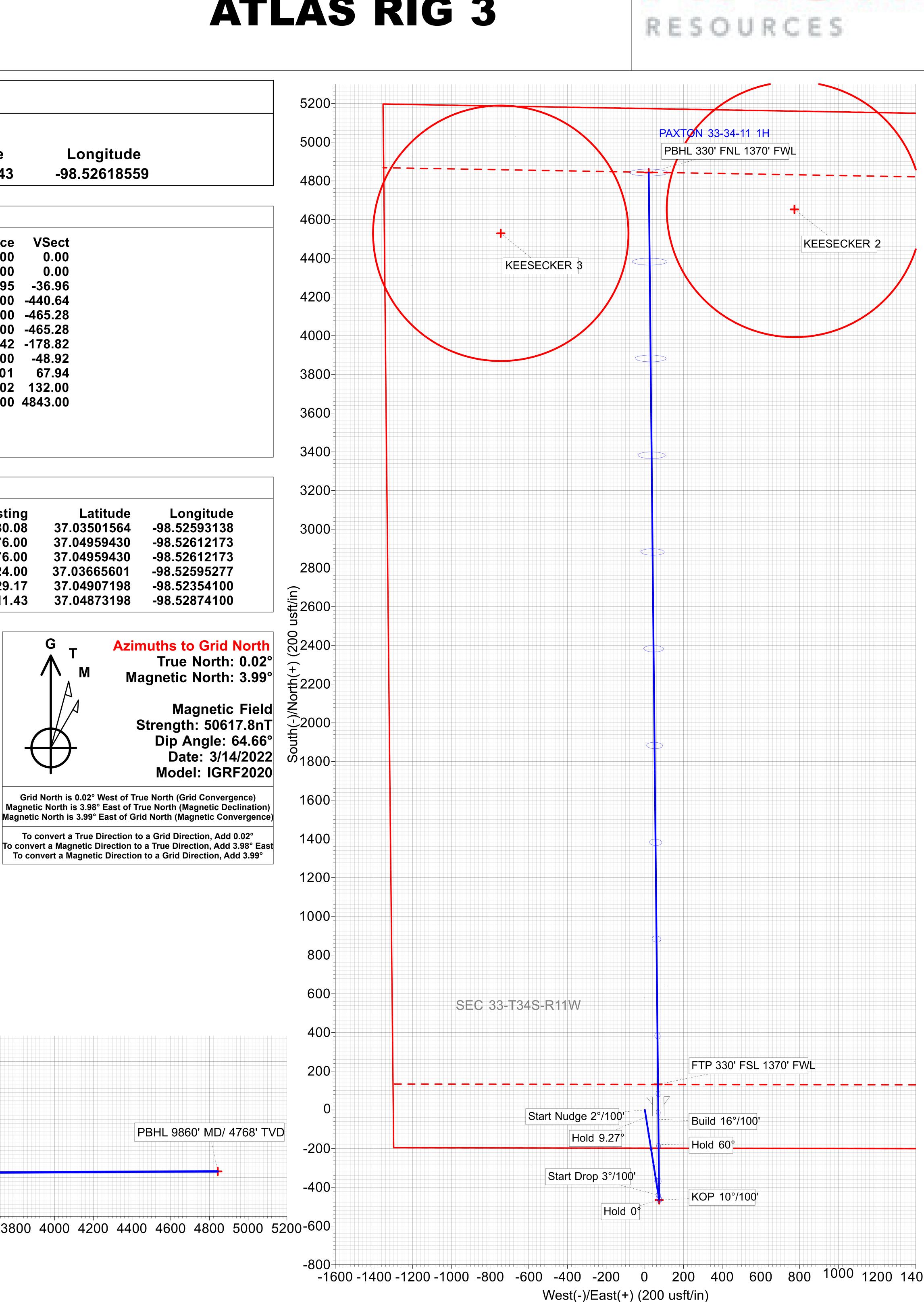






					13	82.00			
S	+E	/-W	Nort	hing	Eas	sting	Latit	tude	
	0.	00	1345	90.00	19923	356.00	37.036	29343	•
					SECTION I	DETAILS			
	MD	Inc	Azi	TVD	+N/-S	+E/-W	Dleg	TFace	VSe
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.0
4	00.00	0.00	0.00	400.00	0.00	0.00	0.00	0.00	0.0
8	63.59	9.27	170.95	861.57	-36.96	5.89	2.00	170.95	-36.9
34	00.59	9.27	170.95	3365.42	-440.64	70.16	0.00	0.00	-440.0
37	09.65	0.00	0.00	3673.14	-465.28	74.08	3.00	180.00	-465.2
42	09.65	0.00	0.00	4173.14	-465.28	74.08	0.00	0.00	-465.2
48	09.65	60.00	359.42	4669.34	-178.82	71.16	10.00	359.42	-178.8
49	59.65	60.00	359.42	4744.34	-48.92	69.84	0.00	0.00	-48.9
50	84.65	80.00	359.42	4786.87	67.94	68.65	16.00	0.01	67.9
51	49.03	90.30	359.42	4792.31	132.00	68.00	16.00	-0.02	132.0
98	60.34	90.30	359.42	4767.64	4843.00	20.00	0.00	0.00	4843.0

TVD	+N/-S	+E/-W	Northing	Easting
4173.14	-465.28	74.08	134124.72	1992430.08
4767.64	4843.00	20.00	139433.00	1992376.00
4767.64	4843.00	20.00	139433.00	1992376.00
4792.31	132.00	68.00	134722.00	1992424.00
0.00	4652.62	773.17	139242.62	1993129.17
0.00	4529.25	-744.57	139119.25	1991611.43







Mach Resources Paxton 33-34-11 1H API #:15-007-##### Sec 33, T34N, R11W Barber County, Kansas Proposal #32240001 Service point El Reno, Oklahoma 3/16/2022

Rig - Atlas 3

Price Book Version 020422-1

Prepared for:	Prepared by:
Lance Reid - Drilling Manager	Dillon Bellamy
Mach Resources	Operations Engineer I
Ireid@machresources.com	dillon.bellamy@spinnakeroil.com
405-410-6082	(405) 328-1026

Contact:

Michael Rallo Cementing Operations Coordinator michael.rallo@spinnakeroil.com (405) 808-5364

Contact:

Clint Symes Cementing Operations Coordinator clint.symes@spinnakeroil.com (405) 808-1162

Contact:

Scott Walton El Reno - Area Field Manager scotty.walton@spinnakeroil.com (405) 535-6561

El Reno Central Coordinators phone - (405) 420-3534

Thank You For Your Business!!!



Spinnaker - Primary Cementing Best Practices

Primary cement job failures are predominately due to a breakdown in the "displacement process." This results in poor zonal isolation manifested by channeling or non-uniform displacement of the annular fluid(s) by the cementing fluid(s). These guidelines will enhance the displacement process and improve the probability of successful primary cementing.

1) Flow Rate: Regardless of the flow regime, high-energy displacement rates are most effective for ensuring good displacement. Turbulent flow conditions are usually more desirable, but frequently cannot be achieved or are not always required. When turbulent flow is not a viable option for a situation, use the highest pump rate that is feasible for the wellbore conditions. The best results are obtained when (1) the spacer and/or cement is pumped in such a way as to deliver maximum energy to the annulus, (2) the spacer or flush is appropriately designed to remove the drilling fluid, (3) and a competent cement is used.

2) Conditioning the Drilling Fluid: The condition of the drilling fluid is one of the most important variables in achieving good displacement during a cement job. A fluid that has excellent properties for drilling may be inappropriate for cementing purposes. Regaining and maintaining good mobility is the key. An easily displaced drilling fluid will have low, non-progressive gel strengths and low fluid loss. Pockets of gelled fluid, which commonly exist following the drilling of a wellbore, make displacement difficult. These volumes of gelled fluid must be broken up and mobilized.

Industry experience has indicated that it may be necessary to circulate up to ten complete hole volumes prior to the cement job in order to ensure that the hole is well conditioned and clean. A minimum of two bottoms-up is recommended in all scenarios prior to pumping.

3) Spacers and Flushes: Spacers and flushes are effective displacement aids because they separate unlike fluids such as cement and drilling fluid, and enhance the removal of gelled mud allowing a better cement bond. Spacers can be designed to serve various needs. For example, weighted spacers can help with well control, and reactive spacers can provide increased mud-removal benefits. Flushes are used for thinning and dispersing drilling fluid particles. Typically, 8 to 10 minutes contact time or 1000 feet of annular space with spacers or flushes, whichever is greater, are adequate.

4. Pipe Centralization: Centralizing the casing with mechanical centralizers across the intervals to be isolated helps optimize drilling fluid displacement. Good pipe standoff insures a uniform flow pattern around the casing and helps equalize the force that the flowing cement exerts around the casing, increasing drilling fluid removal. In a deviated wellbore, standoff is even more critical to prevent a solids bed from accumulating on the low-side of the annulus. Generally, the industry strives for about 70% standoff.

5) Pipe Movement: Pipe movement is one of the most effective methods of transferring energy downhole. Pipe rotation or reciprocation before and during cementing helps break up gelled, stationary pockets of drilling fluid and loosens cuttings trapped in the gelled drilling fluid. If the pipe is poorly centralized, pipe movement can compensate by changing the flow path through the annulus and allowing the slurry to circulate completely around the casing. The industry does not specify a minimum requirement for pipe movement, however it is acknowledged the even a small amount of pipe movement will enhance the displacement process.

6) Hole Size: Best mud displacement under optimum rates is achieved when annular tolerances are approximately 1.5 to 2 inches. Centralization of very small annuli is very difficult, and pipe movement and displacement rates may be severely restricted. Very large annuli may require extreme displacement rates to generate enough flow energy to remove the drilling fluid and cuttings.

7) Wiper Plugs: Top & bottom wiper plugs are recommended on every primary cementing job unless prohibited by mechanical or other special restrictions. The bottom plug serves to minimize contamination of the cement as it is pumped, in some cases it may be prudent to use multiple bottom plugs to separate mud/spacer and spacer/cement interfaces. The top plug is used to prevent any contamination of the cement slurry by the displacement fluid and minimize the chances of leaving a cement sheath inside the casing. Top plug also gives a positive indication that the cement has been displaced.

8) Rat Hole: When applicable, a weighted, viscous pill in the rat hole prevents cement from swapping with lighter weight mud during the cement job or when displacement stops.

9) Shoe Joint: A shoe joint is recommended on all primary casing/liner jobs. The length of the shoe joint will vary. The absolute minimum length is one joint of pipe. If conditions exist, such as not running a bottom plug, two joints of pipe is a minimum requirement.

Mach Resources Paxton 33-34-11 1H Barber County, Kansas



Job Data

9.625 in., 40 lbs, J55 LTC

JOB TYPE CASING SIZE HOLE SIZE

TOTAL DEPTH EXCESS FILL REQUIRED BHST BHCT 300 Feet **225%** 300 Feet

Surface

12.25 in.

83 Degrees 80 Degrees

FLUID REQUIREMENTS

SPACER

LEAD CEMENT SLURRY

WEIGHT YIELD WATER TOC BBLS of Slurry

TAIL CEMENT SLURRY

WEIGHT YIELD WATER TOC BBLS of Slurry

DISPLACEMENT

30 bbls H20

75 Sacks Oilwell Standard Cement, 3% Gypsum, 0.5% SMS, 2.5% Calcium Chloride, 0.25 lbs Poly Flake

11.4 ppg 2.94 cu.ft./sk 18.1 gals/sk Surface 39.28 bbls

95 Sacks Oilwell Standard Cement, 3% Gypsum, 0.5% SMS, 2.5% Calcium Chloride, 0.25 lbs Poly Flake

13.2 ppg 1.85 cu.ft./sk 9.95 gals/sk 150 ft 31.31 bbls

19.72 bbls H20

Ref. #	Description ********* Cementing Service and Materials ******** Pickup Mileage 1 unit (roundtrip miles)	Quantity	Unit Price	Sub Total	Total
	********* Cementing Service and Materials *********				
MLPU1		300	\$3.94	\$1,182.00	\$591.00
MLHE2	Heavy Vehicle Mileage 2 units (roundtrip miles)	300	\$13.56	\$4,068.00	\$2,034.00
MLTN	Bulk Cement Delivery/Return (per Ton-Mile)	1,274	\$2.73	\$3,478.02	\$1,739.01
MXBK	Bulk Material Mixing Service Charge (Per cu.ft.)	170	\$3.03		\$257.55
CMTHD	Cement Head with manifold (per Job)	1	\$1,895.00	\$1,895.00	\$947.50
PC1K	Pump Charge 0-1000' (Per 4 hrs)	1	\$1,887.60		
DAQ	Data Acquisition System	1	\$1,331.00	\$1,331.00	
FLSCG	Fuel Surcharge (per unit/per job)	3	\$605.00		
ENVFEE	Environmental Fee	1	\$211.75	\$211.75	
DAMSS	Data Monitoring System/Supervisor	1	\$800.00		
CIRON	Circulation Equipment (40' of equipment per job)	1	\$1,512.50	\$1,512.50	\$756.25
CSTD	Class A Type Standard Cement (per sack)	170	\$31.81	\$5,407.70	
CEXTGYP	Gypsum (per lb)	480	\$0.54	\$259.20	\$129.60
CACCSMS	SMS (per lb)	80	\$3.86		
	Calcium Chloride (per lb)	400	\$1.45		
CLCMPF	Poly Flake (per lb)	43	\$3.23	\$138.89	\$69.45
	Additional Items if used				
PCADD	Primary Pump Unit Addl Hours	0	\$594.50		
RESTK	Product Restocking Fee (per truck)	0	\$1,250.00		
DERKC	Derrick Charge (Cement Head Stabbing Above 8 ft)	0	\$726.00		
	ATF Cement Defoamer (per gal)	0	\$29.50		
	9 5/8" Top Rubber Plug	0	\$220.00		\$0.00
ADDHOSE	Additional HOSES (above 120 ft/per ft)	0	\$3.55	\$0.00	\$0.00
	Book Price			\$25,390.56	
	Estimated Total (Exclusive of Sales Tax)				\$12,695.28

Mach Resources Paxton 33-34-11 1H **Barber County, Kansas**



JOB TYPE CASING SIZE HOLE SIZE MUD TVD MD **EXCESS**

BHST BHCT

Job Data

Intermediate 7 in., 26 lbs, P-110 TCBC 8.75 in. 8.7-9.6 ppg WBM 4793 ft 5085 ft 30% 132 Degrees

105 Degrees

FLUID REQUIREMENTS

SPACER

LEAD CEMENT SLURRY

WEIGHT YIELD WATER TOC **BBLS OF SLURRY**

TAIL CEMENT SLURRY

WEIGHT YIELD WATER TOC **BBLS OF SLURRY**

DISPLACEMENT

40 bbls Fresh Water

60 Sacks 65/35 Oilwell Standard Cement/Poz, 12% GEL, 12% Gypsum, 1.5% SA-2, 12% SFA, 0.3 lbs Poly Flake

10.2 ppg 5.49 cu.ft./sk 35.89 gals/sk 3760 feet 58.67 bbls

150 Sacks 50/50 Oilwell Standard Cement/Poz, 3% GEL, 2% Gypsum, 0.35% SFL-5

13.8 ppg 1.39 cu.ft./sk 6.57 gals/sk 4085 feet 37.14 bbls

192.85 bbls H20

Ref. #	Description	Quantity	Unit Price	Sub Total	Total
	********* Cementing Service and Materials ********				. • • •
MLPU1	Pickup Mileage 1 unit (roundtrip miles)	300	\$3.94	\$1,182.00	\$472.80
MLHE3	Heavy Vehicle Mileage 3 units (roundtrip miles)	300	\$20.34	\$6,102.00	\$2,440.80
MLTN	Bulk Cement Delivery/Return (per Ton-Mile)	1,536	\$2.73	\$4,193.28	\$1,677.31
MXBK	Bulk Material Mixing Service Charge (Per cu.ft.)	210	\$3.03	\$636.30	\$254.52
CMTHD	Cement Head with manifold (per Job)	1	\$1,895.00	\$1,895.00	\$758.00
PC6K	Pump Charge 5001-6000' (Per 5 hrs)	1	\$4,325.75	\$4,325.75	\$1,730.30
DAQ	Data Acquisition System	1	\$1,331.00	\$1,331.00	\$532.40
FLSCG	Fuel Surcharge (per unit/per job)	3	\$605.00	\$1,815.00	\$726.00
ENVFEE	Environmental Fee	1	\$211.75	\$211.75	\$84.70
DAMSS	Data Monitoring System/Supervisor	1	\$800.00	\$800.00	\$320.00
CIRON	Circulation Equipment (40' of equipment per job)	1	\$1,512.50	\$1,512.50	\$605.00
CSTD	Class A Type Standard Cement (per sack)	114	\$31.81	\$3,626.34	\$1,450.54
CPOZF	POZ (per sack)	96	\$17.35	\$1,665.60	\$666.24
CEXTGEL	GEL (per lb)	1,100	\$0.63	\$693.00	\$277.20
	Gypsum (per lb)	879	\$0.54	\$474.66	\$189.86
	SFA (per lb)	627	\$1.21	\$758.67	\$303.47
CFL5	SFL-5 (per lb)	45	\$18.56	\$835.20	\$334.08
	SA-2 (per lb)	79	\$19.52	\$1,542.08	\$616.83
CLCMPF	Poly Flake (per lb)	18	\$3.23	\$58.14	\$23.26
	Additional Items if used				
STBYPU	Standby Pump Unit	0	\$5,850.00	\$0.00	\$0.00
PCADD	Primary Pump Unit Addl Hours	0	\$594.50	\$0.00	\$0.00
PCADD1	Standby Pump Unit Addl Hours	0	\$450.50	\$0.00	\$0.00
DERKC	Derrick Charge (Cement Head Stabbing Above 8 ft)	0	\$726.00	\$0.00	\$0.00
CDFDIAL	ATF Cement Defoamer (per gal)	0	\$29.50	\$0.00	\$0.00
FTRP7	7" Top Rubber Plug	0	\$140.00	\$0.00	\$0.00
CSUGAR	Sugar (per lb)	0	\$1.47	\$0.00	\$0.00
	Book Price			\$33,658.27	
	Estimated Total (Exclusive of Sales Tax)				\$13,463.31

Conservation Division 266 N. Main St., Ste. 220 Wichita, KS 67202-1513 Kansas Corporation Commission

Phone: 316-337-6200 Fax: 316-337-6211 http://kcc.ks.gov/

Dwight D. Keen, Chair Susan K. Duffy, Commissioner Andrew J. French, Commissioner Laura Kelly, Governor

March 16, 2022

Lance Reid BCE-Mach III LLC 14201 WIRELESS WAY SUITE 300 OKLAHOMA CITY, OK 73134-2521

Re: Drilling Pit Application Paxton 33-34-11 1H SW/4 Sec.33-34S-11W Barber County, Kansas

Dear Lance Reid:

According to the drilling pit application referenced above, no earthen pits will be used at this location. Steel pits will be used. Please inform the Commission in writing as to which disposal well you utilized to dispose of the contents in the steel pits and the amount of fluid that was disposed. Please file form CDP-5 (August 2008), Exploration and Production Waste Transfer, within 30 days of fluid removal.

Should a haul-off pit be necessary please file form CDP-1 (April 2004), Application for Surface Pit, through KOLAR. This location will have to be inspected prior to approval of the haul-off pit application.

A copy of this letter should be posted in the doghouse along with the approved Intent to Drill. If you have any questions or concerns please feel free to contact the District Office at (620) 682-7933.

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Dwight D. Keen, Chair Susan K. Duffy, Commissioner Andrew J. French, Commissioner



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Laura Kelly, Governor

HAUL-OFF PIT APPLICATION FILING REQUIREMENTS

82-3-607. DISPOSAL OF DIKE AND PIT CONTENTS.

(a) Each operator shall perform one of the following when disposing of dike or

contents:

- Remove the liquid contents to a disposal well or other oil and gas operation approved by the commission or to road maintenance or construction locations approved by the department;
- (2) dispose of reserve pit waste down the annular space of a well completed according to the alternate I requirements of K.A.R. 82-3-106, if the waste to be disposed of was generated during the drilling and completion of the well;

(3) dispose of the remaining solid contents in any manner required by the commission. The requirements may include any of the following:

- (A) Burial in place, in accordance with the grading and restoration requirements in K.A.R. 82-3-602 (f);
- (B) removal and placement of the contents in an on-site disposal area approved by the commission;
- (C) removal and placement of the contents in an off-site disposal area

acreage owned by the same landowner or to another producing

or unit operated by the same operator, if prior written permission

from

lease

on

the landowner has been obtained; or

or

pit

(D) removal of the contents to a permitted off-site disposal area

approved

by the department.

- (b) Each violation of this regulation shall be punishable by the following:
 - (1) A \$1,000 penalty for the first violation;
 - (2) a \$2,500 penalty for the second violation; and
 - (3) a \$5,000 penalty and an operator license review for the third violation.

<u>File Haul-Off Pit Application in KOLAR. Review the information below and attach all</u> <u>required documents to the pit application when submitting through KOLAR. This form</u> will automatically generate and fill in from questions asked in KOLAR.

Haul-off pit will be located in an on-site disposal area: ____Yes ____No

Haul-off pit is located in an off-site disposal area on acreage owned by the same landowner: ____Yes ____No If yes, written permission from the land owner must be obtained. Attach written permission to haul-off pit application.

Haul-off pit is located in an off-site disposal area on another **producing** lease or unit operated by the same operator: ___Yes ___No If yes, written permission from the land owner must be obtained. Attach permission and a copy of the lease assignment that covers the acreage where the haul-off pit is to be located, to the haul-off pit application.