API NUMBER: 073 25387

Oil & Gas

Horizontal Hole

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

Approval Date: 09/29/2016
Expiration Date: 03/29/2017

PERMIT TO DRILL

WELL LOCATION:	Sec:	80	Twp:	16N	Rge:	7W	Count	y:	KINGFISHER	
		\neg $$	\neg	$\overline{}$		_				

SPOT LOCATION: NW NE NW FEET FROM QUARTER: FROM NORTH FROM WEST SECTION LINES: 232 834

Lease Name: YOST 1607 Well No: 2-8MH Well will be 232 feet from nearest unit or lease boundary.

 Operator Name:
 MARATHON OIL COMPANY
 Telephone:
 7132962003
 OTC/OCC Number:
 1363
 0

MARATHON OIL COMPANY 5555 SAN FELIPE ST

HOUSTON. TX 77056-2701

CAROL ANN YOST TRUST 2607 NW 154TH STREET

EDMOND OK 73013

E. Haul to Commercial pit facility: Sec. 31 Twn. 12N Rng. 8W Cnty. 17 Order No: 587498

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

Name Depth Name Depth MISSISSIPPIAN 7624 1 6 2 7 3 8 4 9 10 631870 Spacing Orders: Location Exception Orders: Increased Density Orders:

Pending CD Numbers: 201603765 Special Orders:

201603764

Total Depth: 13193 Ground Elevation: 1103 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 220

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

PIT 1 INFORMATION Approved Method for disposal of Drilling Fluids:

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: CPit Location is NON HSA

Pit Location Formation: BISON

This permit does not address the right of entry or settlement of surface damages.

The duration of this permit is SIX 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.

PIT 2 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: OIL BASED
Chlorides Max: 300000 Average: 200000

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 not located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is NON HSA
Pit Location Formation: BISON

HORIZONTAL HOLE 1

Sec 08 Twp 16N Rge 7W County KINGFISHER

Spot Location of End Point: SE SW SW SW Feet From: SOUTH 1/4 Section Line: 50

Feet From: WEST 1/4 Section Line: 350

Depth of Deviation: 7578
Radius of Turn: 750
Direction: 185

Total Length: 4437

Measured Total Depth: 13193
True Vertical Depth: 8309
End Point Location from Lease,
Unit, or Property Line: 50

Notes:

Category Description

DEEP SURFACE CASING 9/27/2016 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY FOR ANY LOSS

OF CIRCULATION OR FAILURE TO CIRCULATE CEMENT TO SURFACE ON CONDUCTOR OR

SURFACE CASING

HYDRAULIC FRACTURING 9/27/2016 - G71 - OCC 165:10-3-10 REQUIRES: 1) THE CHEMICAL DISCLOSURE OF HYDRAULIC

FRACTURING INGREDIENTS FOR ALL WELLS BE REPORTED TO FRACFOCUS USING THE FOLLOWING LINK HTTP://FRACFOCUS.ORG/ WITH NOTICE GIVEN 48 HOURS IN ADVANCE OF FRACTURING TO THE LOCAL OCC DISTRICT OFFICE; AND, 2) PRIOR TO COMMENCEMENT OF FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE ALSO GIVEN FIVE BUSINESS

DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME

COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE.

MEMO 9/27/2016 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 -

OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

PENDING CD - 201603764 9/27/2016 - G75 - 8-16N-7W

X631870 MSSP 5 WELLS NO OP. NAMED

REC 9-13-2016 (M. PORTER)

PENDING CD - 201603765 9/27/2016 - G75 - (I.O.) 8-16N-7W

X631870 MSSP

COMPL. INT. NCT 165' FNL & NCT 330' FWL, NCT 165' FSL & NCT 330' FEL

NO OP. NAMED

REC 9-13-2016 (M. PORTER)

Category

Description

SPACING - 631870

9/27/2016 - G75 - (640)(HOR) 8-16N-7W VAC OTHERS VAC 77792 MSSLM EST MSSP, OTHERS COMPL. INT. NLT 660' FB (COEXIST SP. ORDER # 48606 MCSTR)

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA 6709 NORTH CLASSEN BLVD., OKLA. CITY, OKLA. 73116 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293 LS. KINGFISHER ... County, Oklahoma API 073-25387 232'FNL - 834'FWL <u>8</u> Township <u>16Ń</u> Range <u>7W</u> I.M. Section __ X 2006768 322352 X 2012094 Y 322475 LANDING POINT 150'FNL-350'FWL NAD-27 2009423 322411 35 53 06.6"N 97 58 33.5 W *834* 35.885168536*N 97.975972170*W PROPÒSED PAD X= 2007118 Y= 322209 SURFACE HOLE NAD-83 35°53'06.1" N 2411 97.58'28.8" W 8 X 2012099 Y 319836 PROPOSED DRILL PATH X 2006783 Y 319706 **GRID** NAD-27 OKLA. NORTH U.S. FEET Scale: 2606' 1000 EXISTING PUMP JACK BOTTOM HOLE 50'FSL-350'FWL NAD-27 35*52'16.2"N 97*58'33.2'W 35.871155155'N 97.975880635°W 350 X 2009454 Y 317109 X= 2007147 Y= 317108 317108 X 2012110 Y 317166 -NOTE-BOTTOM HOLE, LANDING POINT & DRILL PATH INFORMATION PROVIDED BY X 2006797 Y 317051 317166 The information shown herein is for construction purposes ONLY. OPERATOR LISTED, NOT SURVEYED. **ELEVATION:** Operator: MARATHON OIL COMPANY 1104' Gr. at Stake NAVD-88 Lease Name: YOST 1607 ALTERNATE Well No.: 2-8MH 1103' Gr. at Stake NGVD-29 Topography & Vegetation Location fell in pasture. Reference Good Drill Site? _____ Stakes Set None Best Accessibility to Location From county road north of well location. Distance & Direction from Hwy Jct or Town From the Junction of U.S. Hwy. 81 & St. Hwy. 33 in Kingfisher Co., OK., go north on U.S. Hwy. 81 ±1.7 miles, then west ±2.5 miles to the Northwest Corner of Section 8, T16N-R7W. Date of Drawing: September 29, 2016 Invoice # 265754 Date Staked: __ DATUM: <u>NAD-27</u> LAT: <u>35°53'05.9"N</u> September 20, 2016 JGW LONG: 97°58'27.6"W **CERTIFICATE:** LAT: <u>35.884972175°N</u> CENSED Thomas L. Howell _an Oklahoma Licensed Land THOMAS L. LONG: 97.974336596°W Surveyor and an authorized agent of Topographic Land HOWELL Surveyors of Oklahoma do hereby certify to the STATE PLANE COORDINATES: (US Feet) information shown herein. ZONE: OK NORTH 2007603 TLAHOMA A

322138

Oklahoma Reg. No. _