API NUMBER: 073 25551

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: 03/07/2017

Expiration Date: 09/07/2017

PERMIT TO DRILL

WELL LOCATION: Sec: 09 Twp: 15N Rge: 9W County: KINGFISHER

SPOT LOCATION: NE NW NE NE FEET FROM QUARTER: FROM NORTH FROM EAST

SECTION LINES: 255 930

Lease Name: TAN 1509 Well No: 8-4-33MXH Well will be 255 feet from nearest unit or lease boundary.

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

MARATHON OIL COMPANY

5555 SAN FELIPE ST

HOUSTON, TX 77056-2701

ROBERTA CASTONGUAY 1021 STARLITE DR.

KINGFISHER OK 73750

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

Name Depth Name Depth MISSISSIPPIAN 9453 1 6 2 7 3 8 4 9 5 10 624271 Spacing Orders: Location Exception Orders: 660833 Increased Density Orders: 661209 652808 661449 661270

Pending CD Numbers: 201605650 Special Orders:

Total Depth: 19803 Ground Elevation: 1204 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 540

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

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? $\quad \mbox{Y}$

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: CHICKASHA

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

H. SEE MEMO

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: CHICKASHA

HORIZONTAL HOLE 1

Sec 33 Twp 16N Rge 9W County KINGFISHER

Spot Location of End Point: NE NW NE NE Feet From: NORTH 1/4 Section Line: 165
Feet From: EAST 1/4 Section Line: 941

Depth of Deviation: 9174
Radius of Turn: 462
Direction: 359
Total Length: 9903

Measured Total Depth: 19803

True Vertical Depth: 10156

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

Notes:

Category Description

DEEP SURFACE CASING 1/23/2017 - G71 - APPROVED; NOTIFY OCC FIELD INSPECTOR IMMEDIATELY OF ANY LOSS OF

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

SURFACE CASING

HYDRAULIC FRACTURING 1/23/2017 - 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

INCREASED DENSITY - 661209 1/24/2017 - G60 - 4-15N-9W

X652808 MSSP 8 WELLS NO OP. NAMED 2/21/17

X624271 MSSP 7 WELLS NO OP. NAMED 2-28/17

INTERMEDIATE CASING 1/23/2017 - G71 - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER-

PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE

MORROW SERIES

Category Description

LOCATION EXCEPTION - 660833 1/24/2017 - G60 - (I.O.) 4-15N-9W & 33-16N-9W

X624271 MSSP (33-16N-9W) X652808 MSSP (4-15N-9W)

COMPL. INT. (4-15N-9W) NCT 165' FSL, NCT 0' FNL, NCT 941' FEL COMPL. INT. (33-16N-9W) NCT

0' FSL, NCT 165' FNL, NCT 941' FEL

NO OP. NAMED

2/8/17

MEMO 1/23/2017 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201605650 1/24/2017 - G60 - (E.O.) 4-15N-9W

X165:10-3-28(C)(2)(B) (TAN 1509 8-4-33MXH) MSSP

MAY BE CLOSER THAN 600' TO TAN 1509 7-4-33MXH, TAN 1509 9-4-33MXH, HAFFNER 3, AND

HAFFNER 4

MARATHON OIL COMPANY REC. 3/6/17 (DECKER)

SPACING - 624271 1/24/2017 - G60 - (640)(HOR) 33-16N-9W

VAC 566618 MSSSD, OTHER

EST MSSP. OTHER

COMPL. INT. (MSSP) NCT 660' FB

(COEXIST WITH SP. ORDER 56289 MCSTR)

SPACING - 652808 1/24/2017 - G60 - (640)(HOR) 4-15N-9W

EXT 624271 MSSP, OTHER COMPL. INT. (MSSP) NCT 600' FB

(COEXIST WITH SP. ORDER 56289 MCSTR & SP. ORDER 271165 MRMC, OSGE)

EST MULTIUNIT HORÍZONTAL WELL

X652808 MSSP (4-15N-9W) X624271 MSSP (33-16N-9W)

50% 4-15N-9W 50% 33-16N-9W

2/22/17

