API NUMBER: 073 26172

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: 07/25/2018
Expiration Date: 01/25/2019

PERMIT TO DRILL

WELL LOCATION: Sec: 33 Twp: 15N Rge: 9W County: KINGFISHER

SPOT LOCATION: SE SW SE SE FEET FROM QUARTER: FROM SOUTH FROM EAST SECTION LINES: 300 800

Lease Name: MIKE STROUD BIA 1509 Well No: 3-28-33MXH Well will be 300 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

WWS, LLC. P.O. BOX 58

OKARCHE OK 73762

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

Name Depth Name Depth MISSISSIPPIAN SOLID 1 9030 6 2 7 3 8 4 9 5 10 198249 Spacing Orders: Location Exception Orders: 672019 Increased Density Orders: 670365 161901 672015 677221 672024 672016

Pending CD Numbers: Special Orders:

Total Depth: 20362 Ground Elevation: 1308 **Surface Casing: 630** Depth to base of Treatable Water-Bearing FM: 380

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

H. SEE MEMO

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

 $\mbox{Pit} \quad \mbox{is not} \quad \mbox{located in a Hydrologically Sensitive Area}.$

Category of Pit: C

Liner not required for Category: CPit Location is NON HSA

Pit Location Formation: BLAINE

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

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: BLAINE

HORIZONTAL HOLE 1

Sec 28 Twp 15N Rge 9W County KINGFISHER

Spot Location of End Point: NW NE NW NE Feet From: NORTH 1/4 Section Line: 50

Feet From: EAST 1/4 Section Line: 1669

Depth of Deviation: 8758
Radius of Turn: 800
Direction: 355

Total Length: 10347

Measured Total Depth: 20362

True Vertical Depth: 10855

End Point Location from Lease,
Unit, or Property Line: 50

Notes:

Category Description

HYDRAULIC FRACTURING 7/16/2018 - G71 - OCC 165:10-3-10 REQUIRES:

1) PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS FOR HORIZONTAL WELLS, NOTICE GIVEN FIVE BUSINESS DAYS IN ADVANCE TO OFFSET OPERATORS WITH WELLS COMPLETED IN THE SAME COMMON SOURCE OF SUPPLY WITHIN 1/2 MILE;

2) WITH NOTICE ALSO GIVEN 48 HOURS IN ADVANCE OF HYDRAULIC FRACTURING ALL WELLS TO BOTH THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES, USING THE "FRAC NOTICE FORM" FOUND AT THE FOLLOWING LINK:

OCCEWEB.COM/OG/OGFORMS.HTML; AND,

3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS

TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION THE HYDRAULIC FRACTURING OPERATIONS, USING THE FOLLOWING LINK: FRACFOCUS.ORG

INCREASED DENSITY - 670365 7/20/2018 - G57 - 33-15N-9W

X161901 MSSSD 8 WELLS

MARATHON OIL COMPANY

11-22-2017

INCREASED DENSITY - 677221 7/20/2018 - G57 - 28-15N-9W

X198249 MSSSD

7 WELLS

MARATHON OIL COMPANY

5-3-2018

INTERMEDIATE CASING 7/16/2018 - 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 - 672015 7/20/2018 - G57 - (I.O.) 28-15N-9W

X165:10-3-28(C)(2)(B) MSSSD (MIKE STROUD BIA 1509 3-28-33MXH) MAY BE CLOSER THAN 600' TO THE STROUD 2, COLUMBIA 1-28, MJ 1-28, APOLLO 1-28, MIKE STROUD 1-28H, HUBBARD B1, SKYLAB 2-28 & PROPOSED HORIZONTAL WELLS MARATHON OIL COMPANY

1-10-2018

LOCATION EXCEPTION - 672016 7/20/2018 - G57 - (I.O.) 33-15N-9W

X165:10-3-28(C)(2)(B) MSSSD (MIKE STROUD BIA 1509 3-28-33MXH) MAY BE CLOSER THAN 600' TO THE STROUD 33-A, DARRELL 1-33, THUNDERBULL USA 1-33, FIJI 1-33 & PROPOSED

HORIZONTALL WELLS MARATHON OIL COMPANY

1-10-2018

LOCATION EXCEPTION - 672019 7/20/2018 - G57 - (I.O.) 33 & 28-15N-9W

X198249 MSSSD 28-15N-9W X161901 MSSSD 33-15N-9W

COMPL. INT. (33-15N-9W) NCT 150' FSL, NCT 0' FNL, NCT 330' FEL COMPL. INT. (28-15N-9W) NCT 0' FSL, NCT 150' FNL, NCT 330' FEL

MARATHON OIL COMPANY

1-10-2018

MEMO 7/16/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

SPACING - 161901 7/20/2018 - G57 - (640) 33-15N-9W

EXT OTHERS
EST MSSSD, OTHER

SPACING - 198249 7/20/2018 - G57 - (640) 28-15N-9W

EXT OTHERS

EXT 139333 MSSSD, OTHER

SPACING - 672024 7/20/2018 - G57 - (I.O.) 33 & 28-15N-9W

EST MULTIUNIT HORÍZONTAL WELL

X198249 MSSSD 28-15N-9W X161901 MSSSD 33-15N-9W

50% 33-15N-9W 50% 28-15N-9W

MARATHON OIL COMPANY

1-10-2018

TOPOGRAPHIC LAND SURVEYORS OF OKLAHOMA

13800 WIRELESS WAY, OKLA. CITY, OKLA. 73134 * LOCAL (405) 843-4847 * OUT OF STATE (800) 654-3219

Certificate of Authorization No. 1293 LS API: 073 26172 KINGFISHER County, Oklahoma 300'FSL-800'FEL 33 <u>9W</u>1.M. Section _ Township Range X= 1951785 Y= 274556 he 95 PROPOSED BOTTOM HOLE 50'FNL-1669'FEL NAD-27 (US Feet 35'45'14.5"N 98'09'33.4"W 35.754021347'N 98.159265750'W X- 1952742 Y= 274509 1669 information construction purposes 1949162 274546 1954412 274565 11 ±754 **EXISTING** shown EXISTING WELL WELL PROPOSED AST TAKE POINT LÄST TÄKE POINT 165'FNL—1669'FEL NAD—27 (US Feet) 35'45'13.3'N 98'09'33.4'W 35.753705405'N 98.159267354'W X= 1952742 Y= 274394 ses ONLY 2592 EXISTING S GRID NAD-27 OK NORTH US Feet or ±331 1949149 271906 EXISTING EXISTING 500' 1000 28 Distance & from Hwy Good Lease Topography ance & Direction
Hwy Jct or Tow Drill Name: DRILL PATH Site? MARATHON œ EXISTING WELL Vegetation WELL MKE tion Town EXISTING WELL Location STROUD COMPANY Yes Loc EXISTING WELL BIA 1949137 269266 fell From Okarche, 2. X= 1951763 Y= 269274 the rough 2 Reference S Stakes Set South off lease road pasture go ±10 Stakes or None EXISTING miles West WeⅡ EXISTING WELL Alternate No.: 3-28-33MXH 6 ĭ× 1949128 266628 the ±596 Location 3S 33 Cor 으 EXISTING ELEVATION: 1308' Gr. at Stake ±308 2340 15N-9W PROPOSED LANDING POINT 165'FSL-1669'FEL NAD-27 (US Feet) 35'43'32.1"N 98'09'33.6"W 35.725594484'N 98.159323804'W WELL NGVD29 ĭĭ X= 1952708 Y= 264162 1949119 263989 1954377 264000 800 1829 X= 1951748 Y= 263995 Kingfisher Co T15N-R9W Township Line-P County Line + T14N-R9W Wasters 10N4, BOTTOM HOLE, LANDING POINT, LAST TAKE POINT, AND DRILL PATH INFORMATION PROVIDED BY OPERATOR LISTED, NOT SURVEYED. May 4, 2018 Date of Drawing: _ Invoice # 293519A Date Staked: Feb. 20, 2017 DATUM: NAD-27 LAT: 35'43'33.5"N TR was receiver accuracy, LONG: 98'09'23.0"W **CERTIFICATE:** SURVE LAT: __35.725974067°N THOMAS L. Thomas L. Howell _an Oklahoma Licensed Land HOWELL LONG: 98.156395884°W Surveyor and an authorized agent of Topographic Land Surveyors of Oklahoma, do hereby certify to the information shown herein STATE PLANE 1433 COORDINATES: (US Feet) 5-7-18 ZONE: _ OK NORTH I. Nave X: 1953577 Thomas 264298 Oklahoma Lic. No. __