PI NUMBER: 011 24108 izontal Hole Oil & Gas NELL LOCATION: Sec: 03 Twp: 16N Rge: 1 SPOT LOCATION: W2 SE SW SE	OIL & GAS CONSE P.O. BO OKLAHOMA CITY (Rule 16 <u>PERMIT</u> 1W County: BLAINE FEET FROM QUARTER: FROM SOUTH SECTION LINES: 330	5:10-3-1) TO DRILL FROM EAST 1879	Approval Date: 10/18/2018 Expiration Date: 04/18/2020
Lease Name: ROSER 1611 Operator MARATHON OIL COMPANY	Well No: 2-3-34MXH	Well ne: 4057205508	will be 330 feet from nearest unit or lease boundary. OTC/OCC Number: 1363 0
Name: MARATHON OIL COMPANY 7301 NW EXPRESSWAY STE 225 OKLAHOMA CITY, OK	73132-1590	WILLIAM K. RO RR. 2, BOX 338 WATONGA	
		WATONGA	OK 13112
Formation(s) (Permit Valid for Listed For Name 1 MISSISSIPPIAN (LESS CHESTER) 2 MISSISSIPPI LIME 3 4 5	rmations Only): Depth 9900 10025	Name 6 7 8 9 10	Depth
Spacing Orders: 583967 671660	Location Exception Orders:		Increased Density Orders:
Pending CD Numbers: 201806022 201806021 201806017 201806019			Special Orders:
Total Depth: 20111 Ground Elevation: 1	527 Surface Casing: 7	1500	Depth to base of Treatable Water-Bearing FM: 40
Under Federal Jurisdiction: No	Fresh Water Supply Well		Surface Water used to Drill: Yes
PIT 1 INFORMATION Type of Pit System: CLOSED Closed System Means Type of Mud System: WATER BASED	Steel Pits	Approved Method for disposal	o, orning Fluids.
Chlorides Max: 8000 Average: 5000 Is depth to top of ground water greater than 10ft below b Within 1 mile of municipal water well? N Wellhead Protection Area? N	ase of pit? Y	E. Haul to Commercial pit fac H. SEE MEMO	ility: Sec. 31 Twn. 12N Rng. 8W Cnty. 17 Order No: 587498
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 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: DOG CREEK

HORIZONTAL HOLE 1

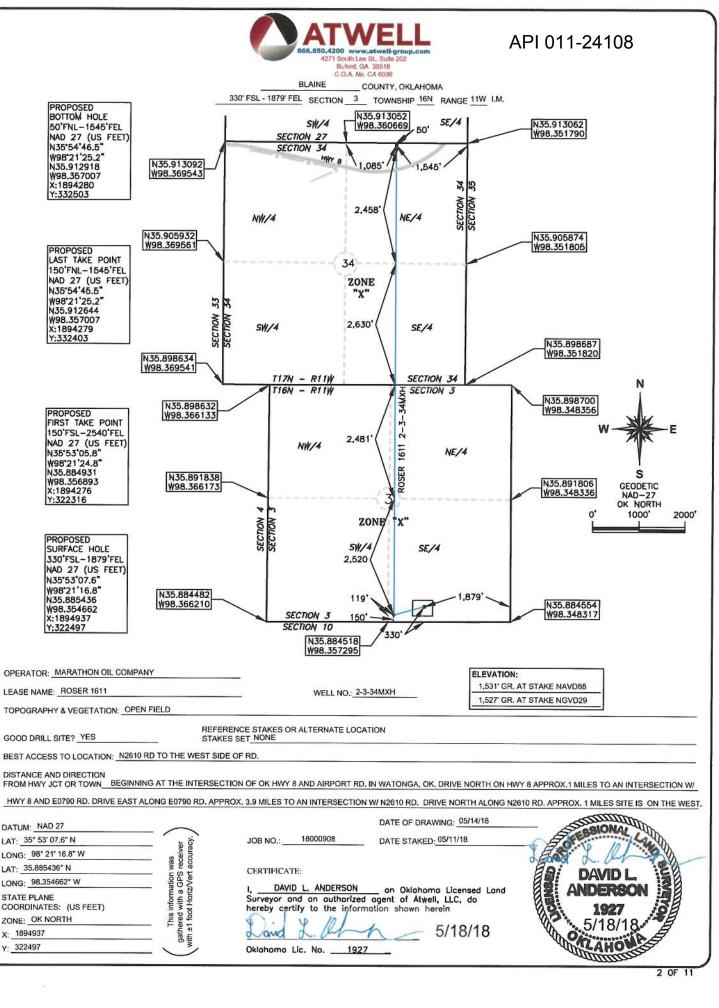
Sec 34	Twp	17N	Rge	11W	County	BLAINE
Spot Location	າ of En	d Poin	t: NE	E NE	NW	NE
Feet From:	NOF	RTH	1/4 Sec	ction Lin	e: 50)
Feet From:	EAS	т	1/4 Sec	ction Lin	ie: 15	545
Depth of Deviation: 9815						
Radius of Turn: 477						
Direction: 355						
Total Length: 9547						
Measured Total Depth: 20111						
True Vertical Depth: 10802						
End Point Location from Lease,						
Unit, or Property Line: 50						

Notes:	
Category	Description
DEEP SURFACE CASING	10/3/2018 - 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	10/3/2018 - 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
INTERMEDIATE CASING	10/3/2018 - 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
МЕМО	10/3/2018 - G71 - PIT 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST; PIT 2 - OBM TO VENDOR, OBM CUTTINGS PER DISTRICT

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. 011 24108 ROSER 1611 2-3-34MXH

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Category	Description
PENDING CD - 201806017	10/15/2018 - G75 - 3-16N-11W X583967 MSSLM, OTHERS 4 WELLS NO OP. NAMED REC 9-17-2018 (THOMAS)
PENDING CD - 201806019	10/15/2018 - G75 - 34-17N-11W X671660 MSNLC, OTHERS 4 WELLS NO OP. NAMED REC 9-17-2018 (THOMAS)
PENDING CD - 201806021	10/15/2018 - G75 - (I.O.) 3-16N-11W & 34-17N-11W EST MULTIUNIT HORIZONTAL WELL X583967 MSSLM, OTHERS 3-16N-11W X671660 MSNLC, OTHERS 34-17N-11W 50% 3-16N-11W 50% 34-17N-11W MARATHON OIL CO. REC 9-17-2018 (THOMAS)
PENDING CD - 201806022	10/15/2018 - G75 - (I.O.) 3-16N-11W & 34-17N-11W X583967 MSSLM, OTHERS 3-16N-11W X671660 MSNLC, OTHERS 34-17N-11W COMPL. INT. (3-16N-11W) NCT 150' FSL, NCT 0' FNL, NCT 330' FEL COMPL. INT. (34-17N-11W) NCT 0' FSL, NCT 150' FNL, NCT 330' FEL MARATHON OIL CO. REC 9-17-2018 (THOMAS)
SPACING - 583967	10/15/2018 - G75 - (640) 3-16N-11W EXT OTHERS EST MSSLM, OTHERS
SPACING - 671660	10/15/2018 - G75 - (640)(HOR) 34-17N-11W EXT OTHER EST MSNLC, OTHERS POE TO BHL NLT 660' FB



pc