API NUMBER: 017 25813

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

| Approval Date:   | 05/20/2022 |
|------------------|------------|
| Expiration Date: | 11/20/2023 |

Multi Unit Oil & Gas

## **PERMIT TO DRILL**

| WELL LOCATION: Section: 12 Township: 14N Range: 9W Count                     | ty: CANADIAN   |
|--|--|
| SPOT LOCATION: SW SE SE SE FEET FROM QUARTER: FROM SOUT                      | TH FROM EAST   |
| SECTION LINES: 289   | 373  |
| Lease Name: JANICE 1409 Well No: 3-13-                                       | 24MXH Well will be 289 feet from nearest unit or lease boundary.   |
| Operator Name: MARATHON OIL COMPANY Telephone: 8666                          | 622378 OTC/OCC Number: 1363 0                                      |
| MARATHON OIL COMPANY   | TRACEY G. MAASS  |
| 990 TOWN & COUNTRY BLVD  | 28319 N 2870 RD.   |
| HOUSTON, TX 77024-2217   | OKARCHE OK 73762   |
|  |  |
|  |  |
| Formation(s) (Permit Valid for Listed Formations Only):                      |  |
| Name Code Depth  |  |
| 1 MISSISSIPPI SOLID 351MSSSD 9921  |  |
| Spacing Orders: 166936 Location Exception Or                                 | rders: 724757 Increased Density Orders: 724985                     |
| 587888   |  |
| 724759   |  |
| Pending CD Numbers: No Pending Working interest of                           | wners' notified: *** Special Orders: No Special                    |
| Total Depth: 20788 Ground Elevation: 1261 Surface Casin                      | g: 1500 Depth to base of Treatable Water-Bearing FM: 410           |
|  | Deep surface casing has been approved                              |
| Under Federal Jurisdiction: No   | Approved Method for disposal of Drilling Fluids:                   |
| Fresh Water Supply Well Drilled: No  | D. One time land application (REQUIRES PERMIT) PERMIT NO: 22-38185 |
| Surface Water used to Drill: Yes   | H. (Other) SEE MEMO  |
|  |  |
| PIT 1 INFORMATION  Type of Pit System: CLOSED Closed System Means Steel Pits | Category of Pit: C Liner not required for Category: C              |
| Type of Mud System: WATER BASED  | Pit Location is: NON HSA   |
| Chlorides Max: 5000 Average: 3000  | Pit Location Formation: BLAINE                                     |
| 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 <u>is not</u> located in a Hydrologically Sensitive Area.                |  |
| PIT 2 INFORMATION  | Category of Pit: C   |
| Type of Pit System: CLOSED Closed System Means Steel Pits                    | Liner not required for Category: C                                 |
| Type of Mud System: OIL BASED  | Pit Location is: NON HSA   |
| Chlorides Max: 300000 Average: 200000  | Pit Location Formation: BLAINE                                     |
| 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 <u>is not</u> located in a Hydrologically Sensitive Area.                |  |

**MULTI UNIT HOLE 1** 

Section: 24 Township: 14N Range: 9W Meridian: IM Total Length: 10385

County: CANADIAN Measured Total Depth: 20788

Spot Location of End Point: SW SE SE SE True Vertical Depth: 10683

Feet From: SOUTH 1/4 Section Line: 50 End Point Location from
Feet From: EAST 1/4 Section Line: 375 Lease,Unit, or Property Line: 50

NOTES:

| NOTES:                      | NOTES:   |  |  |
|-----------------------------|--|--|--|
| Category                    | Description  |  |  |
| DEEP SURFACE CASING         | [5/19/2022 - GC2] - 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        | [5/19/2022 - GC2] - OCC 165:10-3-10 REQUIRES:  |  |  |
|                             | 1) NOTICE SHALL BE GIVEN AT LEAST 5 BUSINESS DAYS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS ON A HORIZONTAL WELL TO OPERATORS PRODUCING WELLS WITHIN 1 MILE OF THE COMPLETION INTERVAL OF THE SUBJECT WELL. THE NOTICE TO SUCH OPERATORS SHALL CONTAIN THE INFORMATION IN FORM 6000NOO. IF THE HYDRAULIC FRACTURING OPERATIONS SCHEDULE CHANGES AFTER NOTICE HAS BEEN PROVIDED, RESULTING IN A DELAY OF OPERATIONS OF MORE THAN 5 DAYS FROM THE INITIAL NOTICE, NEW NOTICE IS REQUIRED TO BE GIVEN; |  |  |
|                             | 2) NOTICE WILL BE GIVEN TO THE OCC CENTRAL OFFICE AND LOCAL DISTRICT OFFICES AT LEAST 48 HOURS PRIOR TO COMMENCEMENT OF HYDRAULIC FRACTURING OPERATIONS. FORM 6000NHF SHALL BE USED AND IS FOUND AT THIS LINK: OCCEWEB.COM/OG/OGFORMS.HTML; AND,   |  |  |
|                             | 3) THE CHEMICAL DISCLOSURE OF HYDRAULIC FRACTURING INGREDIENTS FOR ALL WELLS IS TO BE REPORTED TO FRACFOCUS WITHIN 60 DAYS AFTER THE CONCLUSION OF HYDRAULIC FRACTURING OPERATIONS, FOUND AT FRACFOCUS.ORG   |  |  |
| INCREASED DENSITY - 724985  | [5/20/2022 - G56] - 24-14N-9W<br>X587888 MSSSD<br>2 WELLS<br>MARATHON OIL CO<br>4/20/2022  |  |  |
| INTERMEDIATE CASING         | [5/19/2022 - GC2] - DUE TO THE KNOWN POTENTIAL RISK OF ENCOUNTERING AN OVER-<br>PRESSURED ZONE IN THE MORROW SERIES IN THIS AREA, THE TECHNICAL MANAGER<br>RECOMMENDS SETTING AN INTERMEDIATE STRING OF CASING IMMEDIATELY ABOVE THE<br>MORROW SERIES  |  |  |
| LOCATION EXCEPTION - 724757 | [5/20/2022 - G56] - (I.O.) 13 & 24-14N-9W<br>X166936 MSSD 13-14N-9W<br>X587888 MSSD 24-14N-9W<br>COMPL INT (13-14N-9W) NCT 165' FNL, NCT 0' FSL, NCT 330' FEL<br>COMPL INT (24-14N-9W) NCT 0' FNL, NCT 165' FSL, NCT 330' FEL<br>MARATHON OIL CO<br>4/7/2022   |  |  |
| МЕМО                        | [5/19/2022 - GC2] - CLOSED SYSTEM=STEEL PITS (REQUIRED - BODY OF WATER), OBM<br>RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT  |  |  |
| SPACING - 166936            | [5/19/2022 - G56] - (640) 13-14N-9W<br>EXT OTHERS<br>EXT 76186/164538 MSSSD, OTHER   |  |  |
| SPACING - 587888            | [5/19/2022 - G56] - (640) 24-14N-9W<br>EXT 166936 MSSSD, OTHERS  |  |  |
| SPACING - 724759            | [5/20/2022 - G56] - (I.O.) 13 & 24-14N-9W<br>EST MULTIUNIT HORIZONTAL WELL<br>X166936 MSSSD 13-14N-9W<br>X587888 MSSSD 24-14N-9W<br>50% 13-14N-9W<br>50% 24-14N-9W<br>MARATHON OIL CO<br>4/7/2022  |  |  |

