API NUMBER: 049 25318

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

Approval Date: 10/25/2019
Expiration Date: 04/25/2021

Horizontal Hole Oil & Gas

Pit Location Formation: DUNCAN

Multi Unit

PERMIT TO DRILL

WELL LOCATION: Sec:	15 Twp: 3N	Rge: 4W	County: GAR	VIN				
SPOT LOCATION: SW	SW NW	NE FEET FROM Q	UARTER: FROM	NORTH FROM	EAST			
		SECTION LINE	ES:	993	2325			
Lease Name: CONCH	1O 0304		Well No:	1-10-3MXH		Well will be 993 feet from n	earest unit or lease boundary.	
Operator MAI Name:	RATHON OIL COMPAN	ΙΥ		Telephone:	4057285228	OTC/OCC Numb	er: 1363 0	
MARATHON O	IL COMPANY				JOE EUE	BANK		
PO BOX 68						COUNTY ROAD 3022	TY ROAD 3022	
HOUSTON, TX 7700			068		LINDSAY	oK OK	73052	
Formation(s) (Po	ermit Valid for List	D	Only): Depth 2849		Name 6 7 8 9 10		Depth	
Spacing Orders: 641409 641964			Location Exception Orders:			Increased Density Orders:		
Pending CD Numbers:	201904399 201904398 201904402 201904400					Special Orders:		
Total Depth: 24515	Ground Elev	ation: 1179	Surface	Casing: 150	0	Depth to base of Treatable \	Water-Bearing FM: 240	
				De	eep surface casi	ng has been approved		
Under Federal Jurisdic	tion: No		Fresh Wate	r Supply Well Drill	ed: No	Surface Wa	ater used to Drill: Yes	
PIT 1 INFORMATION					Approved Method for	disposal of Drilling Fluids:		
Type of Pit System: CL	OSED Closed System	Means Steel Pits						
Type of Mud System: WATER BASED					D. One time land application (REQUIRES PERMIT) PERMIT NO: 19-36932			
Chlorides Max: 5000 Average: 3000					H. SEE MEMO			
Is depth to top of ground	-	below base of pit?	Υ	•				
Within 1 mile of municipa								
Wellhead Protection Area								
Pit is located in a	Hydrologically Sensitive	e Area.						
Category of Pit: C								
Liner not required for C	Category: C							
	OLUEED							

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 located in a Hydrologically Sensitive Area.

Category of Pit: C

Liner not required for Category: C
Pit Location is BED AQUIFER
Pit Location Formation: DUNCAN

HORIZONTAL HOLE 1

Rge 4W Sec 03 Twp 3N County **GARVIN** Spot Location of End Point: NW NF ΝE NW Feet From: NORTH 1/4 Section Line: 50 Feet From: WEST 1/4 Section Line: 2006

Depth of Deviation: 12734 Radius of Turn: 477 Direction: 354

Total Length: 11032

Measured Total Depth: 24515

True Vertical Depth: 13231

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

Notes:

Category Description

DEEP SURFACE CASING 10/1/2019 - 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 10/1/2019 - 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

MEMO 10/1/2019 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2 -

OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201904398 10/25/2019 - GB1 - (I.O.) 3 & 10-3N-4W

EST MULTIUNIT HORIZONTAL WELL X641409 SCMR, OTHER 3-3N-4W X641964 SCMR, OTHER 10-3N-4W

50% 3-3N-4W 50% 10-3N-4W

MARATHON OIL COMPANY REC. 9/23/2019 (THOMAS)

This permit does not address the right of entry or settlement of surface damages. The duration of this permit is 18 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.

049 25318 CONCHO 0304 1-10-3MXH

PENDING CD - 201904399 10/25/2019 - GB1 - (I.O.) 3 & 10-3N-4W

X641409 SCMR, OTHER 3-3N-4W

X641964 SCMR, OTHER 10-3N-4W

COMPL. INT (10-3N-4W) NCT 150' FSL, NCT 0' FNL, NCT 330' FWL COMPL. INT. (3-3N-4W) NCT 0' FSL, NCT 150' FNL, NCT 330' FWL

MARATHON OIL COMPANY REC. 9/23/2019 (THOMAS)

PENDING CD - 201904400 10/25/2019 - GB1 - 3-3N-4W

X641409 SCMR, OTHER

1 WELL

NO OP. NAMED

REC. 9/23/2019 (THOMAS)

PENDING CD - 201904402 10/25/2019 - GB1 - 10-3N-4W

X641964 SCMR, OTHER

1 WELL

NO OP. NAMED

REC. 9/23/2019 (THOMAS)

SPACING - 641409 10/25/2019 - GB1 - (640) 3-3N-4W

VAC 351246 SCMR, OTHERS

EST SCMR, OTHERS

SPACING - 641964 10/25/2019 - GB1 - (640) 10-3N-4W

VAC 395593 SCMR, OTHERS NE4

EST SCMR, OTHERS

