API NUMBER: 011 24170

Oil & Gas

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

Approval Date: 02/01/2019 08/01/2020 **Expiration Date**

Horizontal Hole Multi Unit

PERMIT TO DRILL

WELL LOCATION:	Sec:	25	Twp:	17N	Rge:	10W	County:	BLAINE
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SPOT LOCATION: NW NW NW SE FEET FROM QUARTER: SOUTH EAST FROM 2363 2321

Lease Name: MARJORIE 1710 Well No: 2-25-36MXH Well will be 2321 feet from nearest unit or lease boundary.

MARATHON OIL COMPANY Operator Telephone: 4057205508 OTC/OCC Number: 1363 0

MARATHON OIL COMPANY 7301 NW EXPRESSWAY STE 225

OKLAHOMA CITY. OK 73132-1590 STEVE AND PATTY MENDELL 14112 N 2770 ROAD

LOYAL OK 73756

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

Name Depth Name Depth MISSISSIPPIAN 8320 1 6 2 7 3 8 4 9 5 10 650409 Spacing Orders: Location Exception Orders: Increased Density Orders: 689236 649377 689235

Pending CD Numbers: 201809334 Special Orders:

> 201809326 201809335

Total Depth: 16547 Ground Elevation: 1248 Surface Casing: 1500 Depth to base of Treatable Water-Bearing FM: 190

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

Approved Method for disposal of Drilling Fluids: PIT 1 INFORMATION

Type of Pit System: CLOSED Closed System Means Steel Pits

Type of Mud System: WATER BASED Chlorides Max: 8000 Average: 5000

Is depth to top of ground water greater than 10ft below base of pit? Y

Within 1 mile of municipal water well?

Wellhead Protection Area?

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

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 36 Twp 17N Rge 10W County **BLAINE** Spot Location of End Point: SW SW SF SW Feet From: SOUTH 1/4 Section Line: 50 Feet From: WEST 1/4 Section Line: 1380

Depth of Deviation: 8215 Radius of Turn: 477 Direction: 191

Total Length: 7583

Measured Total Depth: 16547

True Vertical Depth: 9133

End Point Location from Lease,
Unit, or Property Line: 0

Notes:

Category Description

DEEP SURFACE CASING 12/17/2018 - 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 12/17/2018 - 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 - 689235 2/1/2019 - G56 - 25-17N-10W

X650409 MSSP 6 WELLS MARATHON OIL CO.

1/4/2019

INCREASED DENSITY - 689236 2/1/2019 - G56 - 36-17N-10W

X649377 MSSP 3 WELLS

MARATHON OIL CO.

1/4/2019

Category Description

INTERMEDIATE CASING 12/17/2018 - 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

MEMO 12/17/2018 - G71 - PITS 1 & 2 - CLOSED SYSTEM=STEEL PITS PER OPERATOR REQUEST, PIT 2

- OBM RETURNED TO VENDOR, CUTTINGS PERMITTED PER DISTRICT

PENDING CD - 201809326 2/1/2019 - G56 - (I.O.) 36-17N-10W

X165:10-3-28(C)(2)(B) MSSP

MAY BE CLOSER THAN 600' TO THE EBERHARDT 1 WELL

MARATHON OIL CO.

REC 12/17/2019 (P. PORTER)

PENDING CD - 201809334 2/1/2019 - G56 - (I.O.) 25 & 36-17N-10W

EST MULTIUNIT HORIZONTAL WELL

X650409 MSSP 25-17N-10W X649377 MSSP 36-17N-10W

33% 25-17N-10W 67% 36-17N-10W MARATHON OIL CO.

REC 12/17/2018 (P. PORTER)

PENDING CD - 201809335 2/1/2019 - G56 - (I.O.) 25 & 36-17N-10W

X650409 MSSP 25-17N-10W X649377 MSSP 36-17N-10W

COMPL INT (25-17N-10W) NCT 150' FNL, NCT 0' FSL ,NCT 330' FWL COMPL INT (36-17N-10W) NCT 0' FNL, NCT 150' FSL, NCT 330' FWL

NO OP NAMED

REC 12/17/2018 (P. PORTER)

SPACING - 649377 2/1/2019 - G56 - (640)(HOR) 36-17N-10W

VAC OTHER

VAC 121396 MSSNC, MNNG, MSSSD NW4

EST MSSP, OTHERS COMPL INT NCT 660' FB

(COEXIST SP. ORDER # 121396 MSSNC, MNNG, MSSSD SW4, NE4, SE4)

SPACING - 650409 2/1/2019 - G56 - (640)(HOR) 25-17N-10W

VAC OTHER

VAC 121396 MSSNC, MNNG, MSSSD W2

VAC 121396 MNNG SE4 EXT 644205 MSSP, OTHERS COMPL INT NCT 660' FB

(COEXIST SP. ORDER # 121396 MSSNC, MNNG, MSSSD NE4 & ORDER # 121396 MSSNC,

MSSSD SE4)

