

PRODUCTION FACILITY RATIONALE:

Reasoning for the location of the new production facility:

- The surface owner requested to locate the Kerr-McGee facility in close proximity to the existing KPK facility (located west of new facility) in order to consolidate the oil and gas footprint on the property
- The surface owner farms this property and requested the facility be located as near as possible to CR 16 and the existing access road on the property in order to reduce constraints on the current farming operation
- The surface owner requested the new production facility be located in close proximity to CR 16 to reduce the amount of truck traffic driving through his property
- The surface owner requested the proposed horizontal wells and new production facility be located in close proximity to each other in order to reduce the oil and gas footprint and reduce the amount of ground impacted by flow lines and access road routes
- There is an existing KPK gathering line located on the property that impacted the orientation of the new production facility