

# Answers to Questions

## 2020 Annual Meeting of Stockholders

***With low prices for oil, what is being done to improve the efficiency of the process to get additional profit from each barrel of oil?***

*Marathon Oil has responded decisively to market conditions by reducing capital expenditures, managing cost structure and protecting our balance sheet and liquidity.*

*The Company's reduced capital budget is high-grading to our most capital efficient basins, Bakken and Eagle Ford and suspended Resource Play Exploration (REx), Oklahoma and Northern Delaware activity. Additionally, the 1Q 2020 U.S. unit production cost of \$4.63/boe was the lowest quarterly average for the company since becoming an independent E&P.*

*We expect to realize additional annualized cash cost savings of \$350 million relative to the initial 2020 budget across numerous expense categories, including production expense, general and administrative expense, shipping and handling expense and production taxes.*

*We entered this unprecedented downturn on firm financial footing, and we believe we are taking the necessary steps to protect our hard-earned financial strength and flexibility.*

***How many miles of pipeline does the Company have and what is the percentage utilization of those pipelines? Additionally, does the Company charge third parties to use the pipeline?***

*Marathon Oil owns and operates the Sugarloaf gathering system, a 42-mile natural gas pipeline through the heart of our Eagle Ford acreage in Karnes and Atascosa counties. These facilities are solely utilized by Marathon Oil operated volumes.*

### **Forward-looking Statements**

*This Q&A contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. All statements, other than statements of historical fact, including without limitation statements regarding the Company's annualized cash cost savings, and other plans and objectives for future operations, are forward-looking statements. Words such as "anticipate," "believe," "could," "estimate," "expect," "forecast," "guidance," "intend," "may," "outlook," "plan," "project," "seek," "should," "target," "will," "would," or similar words may be used to identify forward-looking statements; however, the absence of these words does not mean that the statements are not forward-looking. While the Company believes its assumptions concerning future events are reasonable, a number of factors could cause actual results to differ materially from those projected, including, but not limited to: conditions in the oil and gas industry and the risk factors, forward-looking statements and challenges and uncertainties described in the Company's 2019 Annual Report on Form 10-K, Quarterly Reports on Form 10-Q and other public filings and press releases, available at [www.marathonoil.com](http://www.marathonoil.com). Except as required by law, the Company undertakes no obligation to revise or update any forward-looking statements as a result of new information, future events or otherwise.*