

BACKGROUND INFORMATION

On January 31, 2014, ONEOK, Inc. ("ONEOK") distributed all of the shares of common stock of ONE Gas, Inc. ("ONE Gas"), a wholly owned subsidiary of ONEOK, to ONEOK shareholders (the "Distribution"). Prior to the Distribution, ONEOK transferred its natural gas distribution business to ONE Gas.

The distribution occurred by way of a pro rata dividend to ONEOK shareholders of record as of January 21, 2014, the record date of the Distribution (the "Record Date"). Each ONEOK shareholder was entitled to receive one share of ONE Gas common stock for every four shares of ONEOK common stock held by such shareholder at the close of business on the Record Date. ONEOK did not distribute any fractional shares to shareholders. Instead, fractional shares were aggregated and sold in the open market at prevailing market prices by Wells Fargo Bank, N.A., acting as distribution agent. Checks representing the pro rata share of the \$34.31 per share net proceeds of the sale of the aggregated fractional shares have been or will be sent to stockholders of record entitled to these proceeds.

TAX RULING

ONEOK obtained a ruling from the Internal Revenue Service (the "Ruling") stating that you will recognize no income, gain or loss for U.S. federal income tax purposes upon the Distribution, except with respect to cash received in lieu of fractional shares of ONE Gas common stock. The Ruling stated that cash received in lieu of fractional shares of ONE Gas common stock will be treated as proceeds from a sale by you of the fractional share. You will recognize capital gain or loss, for U.S. federal income tax purposes, measured by the difference, if any, between the allocable tax basis of the fractional share and the amount of cash received. Such capital gain or loss will generally be long-term capital gain or loss if your holding period for the ONEOK common stock exceeds one year on January 31, 2014. Therefore, you should keep a record of the amount of cash you received, if any, in lieu of a fractional share of ONE Gas stock for purposes of completing your U.S. federal income tax return for the taxable period including January 31, 2014.

TAX BASIS ALLOCATION

In general, U.S. federal income tax law requires that you allocate your tax basis in your ONEOK shares held prior to the Distribution between (1) those ONEOK shares and (2) the ONE Gas shares received in the Distribution (including a fractional share you were entitled to receive). This allocation depends on the ratio of the fair market values of the ONEOK and ONE Gas shares on January 31, 2014. Federal tax law does not specifically identify how you should determine the fair market values of the ONEOK and ONE Gas shares. Alternative methods to determine the relative fair market values include, without limitation, using: (i) the average of the high and low trading prices of the stocks on the first day of trading of both stocks; (ii) the opening trading prices on the first day of trading of both stocks; or (iii) the closing trading prices

on the first day of trading of both stocks. You should consult your tax advisor to determine what measure of fair market value is appropriate in your particular circumstances.

On the websites of ONEOK and ONE Gas is a tax-basis worksheet that illustrates how to allocate the tax basis in your ONEOK shares held prior to the Distribution between those ONEOK shares and the ONE Gas shares received in the Distribution, including any fractional shares you were entitled to receive. The worksheet includes a sample allocation of tax basis between ONEOK and ONE Gas shares. This sample allocation determines fair market value based on the closing New York Stock Exchange trading prices of ONEOK and ONE Gas common stock on February 3, 2014, the first day of "regular way" trading of both stocks. Under this closing-price approach, you would allocate 87.32 percent of your tax basis in your ONEOK shares held prior to the Distribution to such ONEOK shares and 12.68 percent to the ONE Gas shares you received in the Distribution, including any fractional shares for which cash was received.

To allocate the tax basis of your ONEOK shares, you will need:

- The number of shares of ONEOK stock that you held prior to the Distribution; and
- The total tax basis of those shares.

If you held more than one block of ONEOK shares (i.e., shares of stock acquired on different dates or at different prices), then the allocation should be made separately for each block. In other words, the calculation should be done separately for each block of ONEOK stock and the ONE Gas shares received with respect to that stock.

Generally, the total tax basis of ONEOK stock that you purchased is equal to the total price you paid, plus any commissions or other fees you paid. If you acquired your ONEOK stock other than by purchase, your tax basis will be determined under rules applicable to the type of transaction in which you acquired them. Please consult your tax advisor for additional guidance with respect to the determination of the tax basis of your ONEOK shares.

HOLDING PERIOD

The Ruling stated that, for U.S. federal income tax purposes, your holding period for your ONE Gas shares will include your holding period for your ONEOK shares with respect to which you received the ONE Gas shares.

DISCLOSURE REQUIRED FROM SIGNIFICANT DISTRIBUTEES AND GENERAL RECORDKEEPING REQUIREMENTS

Certain holders of ONEOK common stock (i.e., those shareholders who, immediately before the Distribution, (i) owned at least 5% (by vote or value) of the total outstanding stock of ONEOK or (ii) owned securities of ONEOK with an aggregate tax basis of \$1 million or more) who received

shares of ONE Gas stock in the Distribution are required to include a tax information statement in respect of the Distribution in their U.S. federal income tax returns for 2014. A form of this tax information statement is provided on the websites of ONEOK and ONE Gas. Holders should consult their tax advisors regarding this form.

All shareholders who received ONE Gas common stock in the Distribution are required to keep certain information relating to the Distribution in their permanent records, specifically including information regarding the amount, tax basis and fair market value of the ONE Gas common stock received. Shareholders are urged to consult their tax advisors regarding these requirements.

The information contained herein does not apply to you if you sold, exchanged or otherwise disposed of ONEOK common stock prior to the time of the Distribution and you did not receive the Distribution of ONE Gas shares with respect to such ONEOK common stock after the close of the market on January 31, 2014.

The information contained herein has been prepared by ONEOK for general information purposes and does not represent an opinion of counsel or otherwise constitute tax advice. It does not purport to be complete or to describe the consequences that may apply to particular categories of shareholders. The information contained herein also assumes that you are a U.S. taxpayer that holds your ONEOK common stock as a capital asset. The tax rules are very complex, and you are urged to consult your own tax advisor with respect to the U.S. federal income tax consequences of the Distribution, as well as any other U.S. federal, state, local or foreign tax laws. We also urge you to read the information statement for the Distribution that was mailed to you, noting especially pages 49-52 dealing with U.S. federal income tax consequences. You may also access this information statement on ONEOK's website at www.oneok.com and on ONE Gas's website at www.onegas.com in the Investor Relations sections.

TO ENSURE COMPLIANCE WITH TREASURY DEPARTMENT REGULATIONS, WE ADVISE YOU THAT, UNLESS OTHERWISE EXPRESSLY INDICATED, ANY FEDERAL TAX ADVICE CONTAINED IN THIS COMMUNICATION (INCLUDING ANY ATTACHMENTS) WAS NOT INTENDED OR WRITTEN TO BE USED, AND CANNOT BE USED, FOR THE PURPOSE OF (I) AVOIDING TAX-RELATED PENALTIES UNDER THE INTERNAL REVENUE CODE OR (II) PROMOTING, MARKETING OR RECOMMENDING TO ANOTHER PARTY ANY TAX-RELATED MATTERS ADDRESSED HEREIN.

If you need further information with respect to the Distribution, please call ONEOK Investor Relations at (877) 208-7318.