District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87503

HOBB Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. (For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

| A. | Applicant Apache Corporation whose address is 2350 WEST MARLAND, HOBBS, NM 88240 | |
|---------------|--|--|
| | whose address is | |
| | hereby requests an exception to Rule 19.15.18.12 for | |
| | NOVEMBER 22 , Yr 2016, for the following described tank battery (or LACT): Name of Lease Chipoltle State Com 2H Name of Pool Yeso | |
| | | |
| | | Number of wells producing into battery |
| В, | Based upon oil production ofbarrels per day, the estimated * volume | |
| | of gas to be flared isMCF; Value | per day. |
| C. | Name and location of nearest gas gathering facility: FRONTIER MALJAMAR | |
| D. | DistanceEstimated cost of connection | |
| E. | This exception is requested for the following reasons: WAITING ON GAS PIPELINE | |
| | Chipoltle State com 2H API#30-025-42941 | |
| | | |
| | | |
| ERATOR | | SERVATION DIVISION |
| ision have be | that the rules and regulations of the Oil Conservation been complied with and that the information given above plate to the best of my knowledge and belief. Approved I | Until 11/22/2016 |
| nature | my July By | MaleursBrown |
| nted Name | | sist Supervisor |
| nail Addre | emily.follis@apachecorp.com Date | 8/16/2016 |
| | | |