Form C-129

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 87505

State of New Mexico Energy Minerals and Natural Resources

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

Revised May 13, 2020

Submit one copy to appropriate District Office

OCD - Hobbs - REC'D 6/10/2020

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 Mar | athon Oil Permian, LLC | |
|--|--|---|----------------|
| | whose address is, 5555 San Felipe St., Houston, TX 77056, | | |
| | hereby requests an exception to Rule 19.15.1 | 8.12 for90 | _days or until |
| | , Yr, | for the following described tank battery (or LA | ACT): |
| | Name of Lease Flowmaster 24 34 15 4-5 | -8 Name of Pool Red Hills; Bone Spring, | N |
| | Location of Battery: Unit LetterD | Section15Township24SRange34 | 4E |
| | Number of wells producing into battery | 30-025-43666; 30-025-43667; 30-025-44164 | |
| B. Based upon oil production ofbarrels per | | barrels per day, the estimated * vo | lume |
| | of gas to be flared is1865 | MCF; Valuepe | r day. |
| C. | Name and location of nearest gas gathering facility: | | |
| | Lucid Gas Plant | | |
| D. | DistanceEstimated c | ost of connection | |
| E. | Confirmed compliance with conditions required by New Mexico State Forestry's issuance of Order 2020-01 SMOKING, FIREWORK, CAMPFIRE, AND OPEN FIRE RESTRICTIONS FOR NEW MEXICO issued May 13, 2020 (Circle one) | | |
| F. | F. This exception is requested for the following reasons: | | |
| | Flaring will be done for safety purposes and short termed unplanned operational needs due to flash gas and high sales pipeline pressure. Effective 6/11/2020 | | |
| | | | |
| OPERATOR | | OIL CONSERVATION DIVISION | |
| I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. | | Approved Until September 8, | 2020 |
| is true and compr | A A A A A A A A A A A A A A A A A A A | John Garcia | |
| Signature | William | Ву | |
| | Adrian Covarrubias Regulatory Professional | Petroleum Engineer Title | |
| & 11tle | SS_acovarrubias@marathonoil.com | Date 6/10/2020 | |
| Date 6/10/2020 | Telephone No. 713-296-3368 | | |
| C - 0'14' | | | |

Gas-Oil ratio test may be required to verify estimated gas volume.