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

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State of New Mexico
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 Marathon Oil Permian, LLC, whose address is 5555 San Felipe St., Houston, TX 77056, hereby requests an exception to Rule 19.15.18.12 for 90 days or until _____, Yr _____, for the following described tank battery (or LACT): Name of Lease BATTLE 1H Name of Pool WC-025 G-06 S213326D; Bone Spring Location of Battery: Unit Letter A Section 34 Township 21S Range 33E Number of wells producing into battery 30-025-41364

B. Based upon oil production of 95 barrels per day, the estimated * volume of gas to be flared is 100 MCF; Value $180 per day.

C. Name and location of nearest gas gathering facility:

Targa Eunice Plant

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons:

Flaring will periodically occur due to low pressure gas from storage tanks.
Effective Date 9/8/2018.

| 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 12/4/2018 |
| Signature [signature] | By Maxey Brown |
| Printed Name & Title Adrian Covarrubias, CTR - Technician HES | Title AO/I |
| E-mail Address acovarrubias@marathonoil.com | Date 9/5/2018 |
| Date 9/4/2018 Telephone No. 713-296-3368 | |

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