<u>District I</u> 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 EMNRD-OCD ART Energy Minerals and Natural Resources REC'C: 7/31/2020

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

Form C-129 Revised May 13, 2020

Submit one copy to appropriate District Office

NFO Permit No. _ (For Division Use Only)

EMNRD-OCD ARTESIA

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.	ApplicantMATADOR PRODUCTION	COMPANY	
	whose address is 5400 LBJ FREEWAY, STE 1500, DALLAS, TX 75240		
	hereby requests an exception to Rule 19.15.1	8.12 for 90 (beginning 07/31/20) days or until	
	, Yr, for the following described tank battery (or LACT):		
	Name of Lease RAY STATE COM SLOT 3 TB Name of Pool PURPLE SAGE; WOLFCAMP (GAS)		
	Location of Battery: Unit Letter15	Section 36 Township 23S Range 28E	
	Number of wells producing into battery (2) Ray State Com 203H 30-015-46475; Ray State Com 223H 30-015-46476		
B.	Based upon oil production of2500	barrels per day, the estimated * volume	
	of gas to be flared is922	MCF; Valueper day.	
C.	Name and location of nearest gas gathering facility: Connected to gas sales line - Longwood RB Pipeline, LLC (gatherer)		
D.	DistanceEstimated cost 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) Yes No		
F.	This exception is requested for the following reasons: Flaring intermittently due to gas plant,		
	pipeline (HLP) and equipment issues. (2 recently completed wells).		
		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 July 31-Oct. 30, 2020 (90 days)	
Signature ava Monroe		By Kurt Simmons	
Printed Name & Title Ava Monroe, Sr. Regulatory Analyst		Title NMOCD, Santa Fe	
E-mail Addres	ss_amonroe@matadorresources.com_	Date	
Date 07/31	/2020 Telephone No. 972-371-5218		

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