

Submit 1 Copy To Appropriate District Office
District I - (575) 393-6161
1625 N. French Dr., Hobbs, NM 88240
District II - (575) 748-1283
811 S. First St., Artesia, NM 88210
District III - (505) 334-6178
1000 Rio Brazos Rd., Aztec, NM 87410
District IV - (505) 476-3460
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

Form C-103

Revised August 1, 2011

WELL API NO. 30-015-30131
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Kaiser B
8. Well Number #5
9. OGRID Number 277558
10. Pool name or Wildcat Red Lake; Queen-Grayburg-SA

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)	
1. Type of Well: Oil Well <input checked="" type="checkbox"/> Gas Well <input type="checkbox"/> Other <input type="checkbox"/>	
2. Name of Operator Lime Rock Resources II-A, L.P.	
3. Address of Operator 1111 Bagby Street Suite 4600 Houston, Tx 77002	
4. Well Location Unit Letter <u>F</u> : <u>1650</u> feet from the <u>North</u> line and <u>2310</u> feet from the <u>West</u> line Section <u>18</u> Township <u>18S</u> Range <u>27E</u> NMPM <u>Eddy</u> County	
11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3289' GL	

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐
PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐

OTHER: Flaring Gas ☒

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Requesting to flare gas due DCP Artesia Plant keeping the Acid Gas Compressor under maximum operating volume.

Estimated Volume - 300 MCFPD

Estimated Time - 90 Days

Verbal approval has been given by Randy Dade with OCD on 2/13/13.

Spud Date:

Rig Release Date:

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE [Signature] TITLE Production Supervisor DATE 02/13/2013

Type or print name Michael Barrett E-mail address: mbarrett@limerockresources.com PHONE: 575-623-8424

For State Use Only

APPROVED BY: [Signature] TITLE Dist II Supervisor DATE 2/14/13

Conditions of Approval (if any):

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 Lime Rock Resources II-A, L.P.
whose address is 1111 Bagby Street Suite 4600 Houston, TX 77002,
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 Kaiser B #5 Name of Pool Red Lake; Queen-Grayburg-SA
Location of Battery: Unit Letter F Section 18 Township 18S Range 27E
Number of wells producing into battery Kaiser B Battery – 12 Wells
- B. Based upon oil production of N/A barrels per day, the estimated * volume
of gas to be flared is 300 MCF; Value N/A per day.
- C. Name and location of nearest gas gathering facility:
DCP Midstream
- D. Distance N/A Estimated cost of connection N/A
- E. This exception is requested for the following reasons: _____
Requesting to flare due to DCP Artesia Plant keeping Acid Gas Compressor under maximum operating volume.

OPERATOR

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.

Signature [Signature]

Printed Name
& Title Michael Barrett / Production Supervisor

E-mail Address mbarrett@limerockresources.com

Date 02/13/2013 Telephone No. 575-623-8424

OIL CONSERVATION DIVISION

Approved Until April 30 - 2013

By R Wade

Title List # Supervisor

Date 2/14/2013

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