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 Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

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 .COG Operating LLC | , |
|--|---|---|
| | whose address is One Concho Center, 600 W. Illinois Ave., Midland, TX 79701, | |
| NM OIL CONSERVATION ARTESIA DISTRICT SEP 1 0 2015 DECETVEN | hereby requests an exception to Rule 19.15.1 | 8.12 for days or until |
| NIL CONSERVA ARTESIA DISTRICT SEP 1 0 2015 DECETVED | <u>September 12</u> | 5_, for the following described tank battery (or LACT): |
| L CO RTESIA SEP] | Name of Lease <u>Lee 3 Fee #6H</u> | Name of Pool Atoka; Glorieta-Yeso. |
| MOIL Ar S | Location of Battery: Unit Letter N | Section 3 Township 19S Range 26E |
| Ž | Number of wells producing into battery 2 | |
| B. | Based upon oil production of300 | barrels per day, the estimated * volume |
| | of gas to be flared is 400 | MCF; Valueper day. |
| C. | Name and location of nearest gas gathering facility: | |
| | Agave | |
| D. | DistanceEstimated cost of connection | |
| E. | This exception is requested for the following reasons: New well completion for the Lee 3 Fee #1H API# 30-015-39586. | |
| | | |
| | · | |
| OPERATOR I hereby certify, that the rules and regulations of the Oil Conservation | | OIL CONSERVATION DIVISION |
| 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 |
| | MANAM | Ву |
| Signature | | Title |
| Printed Name & Title <u>Chasity Jackson</u> | | Date |
| E-mail Address_cjackson@concho.com | | |
| Date 6/12/15 Telephone No. 432-686-3087 | | |

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