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 August 1, 2011 Submit one copy to appropriate

Form C-129

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) Λ. whose address is _____202-S. CHEYENNE AVE., SUITE 1000______ DEC 31 , Yr 2015) for the following described tank battery (or LACT): Name of Lease TEXAS 32 FEE Name of Pool _PENASCO-DRAW;SA-YESO Location of Battery: Unit Letter D Section 32 Township 18S Range 26F Number of wells producing into battery ______8 Based upon oil production of _______barrels per day, the estimated * volume В. of gas to be flared is ________ MCF; Value _______ per day. C. Name and location of nearest gas gathering facility: DCP Distance Estimated cost of connection _____ D. E. This exception is requested for the following reasons: NM OIL CONSERVATION PIPELINE ISSUES 30-015 - 39110 30-015-39111 RECEIVED OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above Approved Until _____ is true and complete to the best of my knowledge and belief. DENIED Ву _____ Signature Printed Name Title & Title _RHONDA_SHELDON - REG_TECH____ Date E-mail Address RSHELDON@CIMAREX.COM Telephone No. 918-295-1709 Date 01/19/16 Gas-Oil ratio test may be required to verify estimated gas volume.