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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30-045-28455 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

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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)

	Α.	Applicant _Thompson Engineering and Prod	uction	DIL CONS. DIV DIST. 3	
		whose address is7415 E. Main St., Farr		JUH 1 0 2017	
		hereby requests an exception to Rule 19.15.1	8.12 for30	days or until	
		September 15,, Yr 2017, for the following described tank batte			
		Name of LeaseFederal D #3N	Name of PoolS. Bisti Gallup		
		Location of Battery: Unit LetterO	Section _3 Township _23NF	Cange9W	
		Number of wells producing into battery			
	B. Based upon oil production ofbarrels per day, the estimate			nated * volume	
		of gas to be flared is	MCF; Value	per day.	
	C.	Name and location of nearest gas gathering facility:			
	D.	DistanceEstimated c	ost of connection		
		This exception is requested for the following reasons:Encana has advised TEPC that they plan to fract Nageezi Unit #406H well on August 11, 2017. This well may be impacted by the offsetting frac job. A flow to tank will be set and monitored 24 hrs/day to contain any well and frac fluids			
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.			OIL CONSERVATION DIVISION		
			Approved Until September	\$ 15, 2017	
Signature Paul C. Thomas -			By Charle Them		
Printed Name & TitlePaul C. Thompson, P.E., President			Title SUPERVISOR DISTRI	CT #3	
E-mail Addresspaul@walsheng.net			Date 7-10-17		
Dat	e 7-7-	17 Telephone No. 505-327-4892		- 	
* G	as-Oil rat	tio test may be required to verify estimated gas			
		P-	\checkmark		