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

NFO Permit

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

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: Enduring Resources IV LLC			
	whose address is: 200 Energy Court Farmington NM 87401,			
	hereby requests an exception to Rule 19.15.18. until $8/15/19$, for the following described tank battery (or LACT):			
	Name of Lease: MC 1 COM #282H API-30-045-35616 Name of Pool: Nageezi Gallup/Basin MC			
	Location of Battery: Unit Letter DSection 4Township 23N_Range 8W_			
	Number of wells producing into battery2_			
B.	Based upon oil production of $\underline{10}$ barrels per day, the estimated volume			
	of gas to be flared is 160 MCF/D; Value: \$422 per day.		NMOCD	
C.	Name and location of nearest gas gathering facility:		JUL 01;	
	Harvest Midstream, Sec 32, T24N, R08W		DISTRICT III	
D.	DistanceBUILTEstimated cost of connection			
E.	This exception is requested for the following reasons: Flare Extension			
Enduring Resources IV LLC requests authorization to flare the MC 1 COM #282H, if a potential cross flow event may occur as a result of a nearby Frac activity on State 2408 32A Com #1H (API 30-045-35911), State 2408 32A Com #2H (API 30-045-35912)&State 2408 32A Com #3H (API 30-045-35913) operated by Logos. If a cross flow event on the well results in nitrogen content, flaring may begin as soon as 7/15/2019, given approval. A gas sample will be collected upon the confirmation of the cross flow and sent to a third party for results of the gas analysis and will be submitted upon receipt.				
OPERATOR		OIL CONSERVATION DIVI	ISION	
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 8/15/19				
Signature		By Bod Jell		
Printed Name		SUPERVISOR DI	STRICT #3	
& Title Lacey Granillo Permit Specialist		Title		
Famell		Date 7/15/19		
E-mail Address Igranillo@enduringresources.com				
Date 7/1/19	Telephone No. <u>505-636-9743</u>			

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



