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

NFO Permit No.

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19,15, BE12 OCD (See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)		
		FEB 2 2 2016
Α.	Applicant <u>Murchison Oil & Gas, Inc.</u>	RECEIVED
whose address is7250 Dallas Parkway, Ste. 1400, Pla		
	hereby requests an exception to Rule 19.15.1	8.12 for days or until <u>June 1</u> ,
	, Yr <u>2016</u> , for the following described tank battery (or LACT): Name of Lease <u>MOGI 9 State Com 3H (30-025-41070)</u> Name of Pool <u>Triple X; Bone Spring, West</u>	
	Location of Battery: Unit Letter N_Section 9_Township 24S_Range 33E_	
	Number of wells producing into battery2	
В.	Based upon oil production of <u>80</u> barrels per day, the estimated * volume	
	of gas to be flared isMC	F; Value \$342 per day.
C.	Name and location of nearest gas gathering facility:	
	Frac Cat Compressor Station, Lea County, N	M
D.	Estimated cost of connection	
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Agave due to</u> <u>compressor maintenance</u> . Well shut in at this time may damage formation and reduce future production.	
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
Signature		By Madein Brown
Printed Name & Title <u>Gary Cooper, Vice President Operations</u>		Title
THE PARTY	s_rcooper@jdmii.com	Date 2/24/2016
Date 2/17/16 Telephone No. 972-931-0700		

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