HOBBS OCD

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 EIVED
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) Applicant COG Operating LLC A. whose address is 600 W. Illinois Ave, Midland, TX 79701 hereby requests an exception to Rule 19.15.18.12 for 90 days or until , Yr ²⁰¹⁶, for the following described tank battery (or LACT): Name of Pool Bone Spring Name of Lease Tyrell Fee Location of Battery: Unit Letter A Section 14 Township 24S Range 33E Number of wells producing into battery 2: 30-025-41026, 30-025-42789 Based upon oil production of 480 barrels per day, the estimated * volume B. of gas to be flared is 2400 MCF; Value per day. C. Name and location of nearest gas gathering facility: Agave Distance Estimated cost of connection D. This exception is requested for the following reasons: High CO2 at gas plant E. 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 is true and complete to the best of my knowledge and belief. Signature Printed Name Title Brian Maiorino/Senior Regulatory Analyst & Title Date E-mail Address bmaiorino@concho.com Telephone No. 432-221-0467 Date 6/7/16

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