District I
1625 N. French Dr., Hobbs, NM 88240 S
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410 8 2016
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 19.15.18.12

(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 , Yr ²⁰¹⁶, for the following described tank battery (or LACT): Name of Lease Pygmy 27 State 3H Name of Pool Bone Spring Location of Battery: Unit Letter B Section 27 Township 21S Range 33E Number of wells producing into battery 1: 30-025-42068 B. Based upon oil production of 230 barrels per day, the estimated * volume of gas to be flared is 250 MCF; Value per day. C. Name and location of nearest gas gathering facility: Enterprise Distance Estimated cost of connection D. This exception is requested for the following reasons: midstream curtailment 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 E-mail Address bmaiorino@concho.com Date Telephone No. 432-221-0467 Date 7/14/16

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