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 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 COG Operating LLC   | ,   |
|--|---|---|
|  | whose address is 600 W. Illinois Ave, Midland, TX 79701                     |   |
|  | hereby requests an exception to Rule 19.15.1                                | 8.12 fordays or until                               |
|  | July 2, Yr2017,   | for the following described tank battery (or LACT): |
|  | Name of Lease Ben Lilly State 2   | Name of Pool _ Bone Spring                          |
|  | Location of Battery: Unit Letter  | Section 2 Township 21S Range 33E                    |
|  | Number of wells producing into battery 2: 30-025-41203, 30-025-41204        |   |
| В.   | Based upon oil production of190   | barrels per day, the estimated * volume             |
|  | of gas to be flared is400   | MCF; Value per day.                                 |
| C.   | Name and location of nearest gas gathering facility:                        |   |
|  | DCP   |   |
| D.   | DistanceEstimated cost of connection  |   |
| E.   | This exception is requested for the following reasons:Midstream Curtailment |   |
|  |   |   |
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|  |   |   |
| OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above |   | OIL CONSERVATION DIVISION                           |
| is true and complete to the best of my knowledge and belief.   |   | Approved Until                                      |
| Signature 15: 1)   |   | By_ Mayer Stown                                     |
| Printed Name<br>& Title Brian Maiorino/Regulatory Analyst  |   | Title AON #   |
| E-mail Address bmaiorino@concho.com  |   | Date 4/3/2017                                       |
| Date 3/30/17   | Telephone No. 432-221-0467  | , ,   |
|  |   |   |

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.