District I 1625 N French Dr., Hobbs, NM 88240

HOBBS OCD 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

District II

1000 Rio Brazos Road, Aztec, NM 87410

District IV

1220 S St Francis Dr., Santa Fe, NM 8RECEIVED

NFO Permit No. (For Division Use Only)

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

|                      | (See Rule 19.15.18.12 NMA)   | C and Rule 19.15.7.37 NMAC)                         |         |
|----------------------|--|---|---------|
| Α.                   | Applicant COG Operating LLC  | ,   |         |
|                      | whose address is 2208 W. Main, Artesia, NM   | 88210   |         |
|                      | hereby requests an exception to Rule 19.15.  | 18.12 for   | r until |
|                      | , Yr 2018,   | for the following described tank battery (or LACT): |         |
|                      | Name of Lease Airstrip Fee Com   | Name of Pool Bone Spring                            |         |
|                      | Location of Battery: Unit Letter P   | Section 7 Township 19S Range 35E                    |         |
|                      | Number of wells producing into battery1  | : 30-025-41152                                      |         |
| В.                   | Based upon oil production of 80  | barrels per day, the estimated * volume             |         |
|                      | of gas to be flared is80   | MCF; Valueper day.                                  |         |
| C.                   | Name and location of nearest gas gathering facility:  Targa  |   |         |
|                      | Targa  |   |         |
| D.                   | DistanceEstimated cost of connection   |   |         |
| E.                   | This exception is requested for the following reasons: Planned midstream curtailment   |   |         |
|                      |  | mg :  |         |
|                      |  |   |         |
|                      | * . *  |   |         |
| OBERATOR             |  | LOW CONSERNATION DIVISION                           | _       |
| Division have be     | hat the rules and regulations of the Oil Conservation<br>en complied with and that the information given above<br>lete to the best of my knowledge and belief. | OIL CONSERVATION DIVISION Approved Until            |         |
| Signature            | Cathystelly  | By Majeys Brown                                     |         |
| Printed Name & Title | Cathy Seely/Engineering Tech   | Title AO/II   |         |
| E-mail Addres        | SS_ cseely@concho.com  | Date 10/18/2017                                     |         |
| Date 10/17/17        | 7 Telephone No. 575-748-1549   |   |         |

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