

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)

HOBBS OCDA. Applicant EOG ResourcesAUG 14 2018whose address is PO Box 2267, Midland, Texas 79702**RECEIVED**hereby requests an exception to Rule 19.15.18.12 for 90 days or untilAug 14 - NOV 14, Yr 2018, for the following described tank battery (or LACT):Name of Lease JOLLY ROGER 16 ST 301H Name of Pool 96434-Red Hills:Bone Spring, NorthLocation of Battery: Unit Letter D Section 16 Township 24S Range 34ENumber of wells producing into battery 1-WELLB. Based upon oil production of _____ barrels per day, the estimated * volume
of gas to be flared is 115 MCF; Value _____ per day.

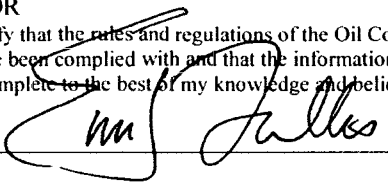
C. Name and location of nearest gas gathering facility:

JOLLY ROGER 16 ST 301H

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Targa closedRequesting permission to Flare due to abnormal system pressure. Flare volumes will not be consistent. All gas will be metered prior to Flaring.API#30-025-43925**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 Emily Follis- Sr. Regulatory AdministratorE-mail Address emily_follis@eogresources.comDate 08/14/2018 Telephone No. 432-848-9163**OIL CONSERVATION DIVISION**Approved Until 11/14/2018By Title AO/IDate 8/14/2018

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