District I
1625 N. French Dr., Hobbs, NM 88240
HODDS Gnergy State of New Mexico
Minerals and Natural Resources
District II
811 S. First St., Artesia, NM 88210
OCT 4.1 2000 Cil Conservation Division

District III
1000 Rio Brazos Road, Aztec, NM 87410

OCT 11 2018 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 IV
1220 S. St. Francis Dr., Santa Fe, NM 875 RECEIVED

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 Centennial Resource Production, LLC, whose address is1001 17 th Street, Suite 1800 Denver, CO 80202, | | |
| | hereby requests an exception to Rule 19.15 | 5.18.12 for90 | lays or until |
| | 01/10, Yr _20 | 119, for the following described tank battery (or L. | ACT): |
| | Name of LeaseTour Bus Sta | ate 301HName of Pool _Ojo Chiso; Bone Sp | ring |
| | Location of Battery: Unit LetterD_Se | ection23Township22SRange3 | 4E |
| | Number of wells producing into battery | 30-025-442 | 289 |
| В. | Based upon oil production of662 | barrels per day, the estimated * vo | lume |
| | of gas to be flared is795 | MCF/D; Value\$1,493.81 | per day. |
| C. | Name and location of nearest gas gathering facility: | | |
| D. | | d cost of connection | |
| E. This exception is requested for the following reasons: This exception is being requested because Centennial is having to flare intermittently due to Lucid plant upsets and compression issues. These are unscheduled shut downs and the flaring will not be continuous. The Tour Bus 23 State 301H 60 day allowable time frame approved on the previous flaring permit ENDS on 10/12/2018. This 90 day exception would begin 10/13/2018, and run until 01/10/2019. | | | |
| OPERATOR | | OIL CONSERVATION DIVISION | |
| Division have been | hat the rules and regulations of the Oil Conservation en complied with and that the information given abov lete to the best of my knowledge and belief. | Approved Until 1/10/2019 | |
| Signature _ | Sul I | By Maleys Brown | <u> </u> |
| Printed Name | | Title AD /I | |
| & Title E-mail | Sarah Ferreyros – Sr. Regulatory Analyst | Date 10/11/2018 | |
| | nrah.Ferreyros@cdevinc.com | | |
| Date 10/11/ | 18 Telephone No. 720-499-1454 | | |

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