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

State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

Oil Conservation Division CD20 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

1220 S. St. Francis Dr., Santa Fe, NM 87505

DEC 2 1 2018

NFO Permit No.

(For Division Use Only)

APPLICATION ROLE ENGIPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A. Applicant: AMEREDEV OPERATING, LLC,

whose address is 5707 SOUTHWEST PARKWAY, BUILDING 1, STE. 275 AUSTIN, TX 78735,

hereby requests an exception to Rule 19.15.18.12 for 90 days or until 3/20, Yr 2019, for the following

described tank battery (or LACT): Name of Lease: RED BUD 25 36 32 STATE COM

Name of Pool: JAL; WOLFCAMP, WEST - 33813

Location of Battery: Unit Letter B Section 5 Township 25S Range 36E

Number of wells producing into battery: 2

- В. Based upon oil production of 3410 barrels per day, the estimated * volume of gas to be flared is 5,520 MCF; Value 5,680 per day.
- C. Name and location of nearest gas gathering facility:

SALT CREEK MIDSTREAM - AMEREDEV LATERAL "E" 16"

- D. Distance <u>0 mi</u>. Estimated cost of connection <u>\$0</u>
- E. This exception is requested for the following reasons:

ALLOW GATHERER MORE TIME TO SET TREATING EQUIPMENT.

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.

Printed Name & Title: FLOYD HAMMOND,

CHIEF OPERATING OFFICER

E-mail Address: fhammond@ameredev.com

Telephone No. 737-300-4700

OIL CONSERVATION DIVISION

Approved Until

Petroleum Engineer

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