<u>District I</u> 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

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

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. | NY , | | | | |
|--|---|---|--|--|--|
| | whose address is _5400 LBJ FREEWAY, STE. 1500, DALLAS, TX 75240, | | | | |
| | hereby requests an exception to Rule 19.15.18.12 for | | | | |
| | , Yr, | for the following described tank battery (or LACT): | | | |
| | Name of Lease SST 6 STATE TB No. | Name of Pool PALMILLO; BONE SPRING, EAST (49553) | | | |
| | Location of Battery: Unit LetterD | Section 6 Township 19S Range 39E | | | |
| | Number of wells producing into battery (2) 121H, 122H; 30-015-45368, 30-015-45369 | | | | |
| В. | Based upon oil production of750 | barrels per day, the estimated * volume | | | |
| | of gas to be flared is | MCF; Valueper day. | | | |
| C. | Name and location of nearest gas gathering facility: | | | | |
| D. E. | DistanceEstimated cost of connection This exception is requested for the following reasons: Flaring intermittently due to compressor issues and heater treater flash gas > 50 mcfd | | | | |
| | | | | | |
| OPERATOR | | OIL CONSERVATION DIVISION | | | |
| 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. | | Approved Until Feb 24 - May 25, 2021 (90 days) | | | |
| Signature Dut J | | Kurt Simmons By | | | |
| Printed Name & Title Brett Jennings - Regulatory Analyst | | Title NMOCD | | | |
| E-mail Address_brett.jennings@matadorresources.com | | Date03/04/2021 | | | |
| Date 02.24.21 | Telephone No. 972-629-2160 | | | | |
| Gas-Oil rati | o test may be required to verify estimated gas | volume | | | |

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410 Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 18818

CONDITIONS OF APPROVAL

| Operator: | | OGRID: | Action Number: | Action Type: |
|--|--------------------|--------|----------------|--------------|
| MATADOR PRODUCTION COMPANY | One Lincoln Centre | 228937 | 18818 | C-129 |
| 5400 LBJ Freeway, Ste 1500 Dallas, TX752 | 40 | | | |

| OCD Reviewer | Condition |
|--------------|-----------|
| ksimmons | None |