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
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 May 13, 2020

(For Division Use Only)

Submit one copy to appropriate District Office

NFO Permit No.

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 Murchison Oil and Gas, LLC

whose address is 7250 Dallas Parkway, Ste. 1400, Plano, TX 75024

hereby requests an exception to Rule 19.15.18.12 for 90 days beginning 3/17/2021 or until

6/16/2021 for the following described tank battery (or LACT):

Name of Lease Panda Bear State Com 1 (30-015-33436) Name of Pool Anderson; Wolfcamp, North

Location of Battery: Unit Letter <u>D</u> Section <u>2</u> Township <u>17S</u> Range <u>28E</u>

Number of wells producing into battery <u>1</u>

B. Based upon oil production of 6 barrels per day, the estimated * volume of gas to be flared is 26 MCF; Value \$60 per day.

C. Name and location of nearest gas gathering facility:

DCP Midstream, Artesia Processing Plant, Eddy County, NM

D. Distance _____Estimated cost of connection ____

E. This exception is requested for the following reasons: Flaring is needed for safety purposes and/or short term unplanned operational needs. Well shut in at this time may damage formation and reduce future production.

OPERATOR I hereby certify that the rules and regulat

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 _ Gary R. Cooper, Vice President Operations

E-mail Address rcooper@jdmii.com

Date 3/1/2021 Telephone No. 972-931-0700

OIL CONSERVATION DIVISION

Approved Until _____ March 17 - June 15, 2021 (90 days)

Kurt Simmons By

Title NMOCD

Date 03/05/2021

^{*} Gas-Oil ratio 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 19370

CONDITIONS OF APPROVAL

Operator:	OGRID:	Action Number:	Action Type:
MURCHISON OIL AND GAS, LLC 7250 Dallas Parkway	15363	19370	C-129
Suite 1400 Plano, TX75024			

OCD Reviewer	Condition
ksimmons	None