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

Submit one copy to appropriate District Office

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)

Applicant Contango Resources, Inc.

	whose address is 7		,			
	hereby requests an e	exception to Rule 19.15.	18.12 for 90 Days (Starting 5/26/2021) days or u			
	8/23	, _{Yr} <u>2021</u> ,	for the following described tank battery (or LACT):			
	Name of Lease WELCH RL STATE BATTERY Name of Pool RED LAKE, GLORIETA-YESO N					
	Location of Battery:	Unit Letter E	Section 28 Township 17S Range 28E			
	Number of wells pro	oducing into battery 12				
В.	Based upon oil production ofbarrels per day, the estimated * volume					
	of gas to be flared is	450	MCF; Value \$612 per day.			
C.	Name and location of nearest gas gathering facility:					
	FRONTIER EMPIRE ABO GAS PLANT					
			OAOT LAIVI			
D.	-		cost of connection N/A			
	Distance N/A	Estimated of	cost of connection N/A			
D. E.	Distance N/A This exception is rec	Estimated of	cost of connection N/A g reasons: Curtailments for repairs at			
	Distance N/A This exception is rec	Estimated of	cost of connection N/A g reasons: Curtailments for repairs at			
E. PERATOR	Distance N/A This exception is recorded Frontier Em	Estimated of the following pire Abo Gas F	cost of connection N/A g reasons: Curtailments for repairs at			
E. PERATOR Pereby certify vision have b	This exception is recommended in the second	Estimated of the following pire Abo Gas F	cost of connection N/A g reasons: Curtailments for repairs at Plant			
E. PERATOR Pereby certify vision have b	This exception is recommended in the second	Estimated of the following pire Abo Gas F	cost of connection N/A g reasons: Curtailments for repairs at Plant OIL CONSERVATION DIVISION			
E. PERATOR Pereby certify rision have the service and comments gnature Inted Name	This exception is recommended in the rules and regulation been complied with and that plete to the best of my know	Estimated of the following pire Abo Gas Formula of the Oil Conservation the information given above pledge and belief.	Cost of connection N/A g reasons: Curtailments for repairs at Plant OIL CONSERVATION DIVISION Approved Until May 20 - Aug. 18, 2021 (90 days			
E. PERATOR PERATOR Pereby certify vision have to rue and com gnature Inted Nam Title Carie	This exception is recompled with and that plete to the best of my known and the plete to the plete	Estimated of the following pire Abo Gas Formula of the Oil Conservation the information given above bledge and belief.	OIL CONSERVATION DIVISION Approved UntilMay 20 - Aug. 18, 2021 (90 days) By Kurt Simmons			

API	Well Name	Well Number	
30-015-31916	WELCH RL STATE	#001	
30-015-31917	WELCH RL STATE	#002	
30-015-36031	WELCH RL STATE	#004	
30-015-37314	WELCH RL STATE	#005	
30-015-32456	WELCH RL STATE	#006	
30-015-37694	WELCH RL STATE	#007	
30-015-20586	WELCH RL STATE	#010	
30-015-40068	WELCH RL STATE	#014	
30-015-40084	WELCH RL STATE	#018	
30-015-42305	WELCH RL STATE	#019	
30-015-42367	WELCH RL STATE	#020	
30-015-42306	WELCH RL STATE	#021	

<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 28833

CONDITIONS OF APPROVAL

Operator:		OGRID:	Action Number:	Action Type:
CONTANGO RESOURCES, INC.	717 Texas Ave.	330447	28833	C-129
Suite 2900 Houston, TX77002				

OCD Reviewer	Condition
ksimmons	None