<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 Santa Fe, NM

NFO Permit No.

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

(For Division Use Only)

APPLICATION FÖR EXCEPTION TO NO-FLARE RULE 19.15.18.12

(See Rule 1935.18.12 NMAC and Rule 19.15.7.37 NMAC)

A. Applicant Murchison Oil & Gas, Inc.	,
whose address is7250 Dallas Parkway, Ste. 1400, Plano, TX 75024	
hereby requests an exception to Rule 19.15.18.12 for 120 90 days or un	ntil,
Yr, for the following described tank battery (or LACT):	
Name of Lease MOGI 9 State Com 11H (30-025-41787) Name of Pool Triple X; Bone S	Spring, West
Location of Battery: Unit Letter P Section 9 Township 24S Range	33E
Number of wells producing into battery1	
B. Based upon oil production of 650 barrels per day, the estimated *	volume
of gas to be flared isMCF; Value\$3,000	per day.
C. Name and location of nearest gas gathering facility:	
Frac Cat Compressor Station, Lea County, NM	
D. DistanceEstimated cost of connection	
E. This exception is requested for the following reasons: <u>Intermittent curtailment by Agave. Well shut in at this time may damage formation and reduce future production.</u>	
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation	
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	
Signature Makeul Mylling By Maleur Brown	ر
Printed Name & Title Michael S. Daugherty, EVP & COO Title Dist. Supervise	اما
Email Address mdaugherty@jdmii.com Date 2/3/2015	_
Date 1/28/2015 Telephone No. 972-931-0700	

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