State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III

HOBBS OCD Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 FEB 2 3 2017

NFO Permit No. \_ (For Division Use Only)

## RECEIVED 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.  | ApplicantCOG Operating LLC_  |                                  |                |
|---|--|----------------------------------|----------------|
|   | whose address is One Concho Center, 600 W. Illinois Ave., Midland, TX 79701          |                                  |                |
|   | hereby requests an exception to Rule 19.15.1   | 8.12 for <u>90</u>               | _days or until |
|   | May 28th, Yr _2017_, for the following described tank battery (or LACT):             |                                  |                |
|   | Name of Lease <u>Becknell State com 1H</u> Name of Pool <u>Bone Spring</u>           |                                  |                |
|   | Location of Battery: Unit LetterI  | Section 5 Township 21S Range     | <u>33E</u>     |
|   | Number of wells producing into battery 2   |                                  |                |
| В.  | Based upon oil production of480  | barrels per day, the estimated * | volume         |
|   | of gas to be flared is <u>1700</u> MCF; Value per day.                               |                                  |                |
| C. ,  | Name and location of nearest gas gathering facility:                                 |                                  |                |
|   | <u>DCP</u>   |                                  |                |
| D.  | DistanceEstimated c  | ost of connection                |                |
| E.  | This exception is requested for the following reasons: <u>Unplanned curtailment.</u> |                                  |                |
|   |  |                                  |                |
| <u>#1H API # 30-025-41298, #2H 30-025-41323</u>                                 |  |                                  |                |
| OPERATOR  |  | OIL CONSERVATION DIVISION        |                |
| I hereby certify that the rules and regulations of the Oil Conservation         |  |                                  | 7              |
| is true and comblete to the best of my knowledge and benef.                     |  | Approved Until 5 - 28 - 201      |                |
| V   |  | By Majeys Brown                  | )              |
| Signature   |  | Title AO/II                      |                |
| Printed Name & Title  |  | Date 2/23/2017                   |                |
| Kanicia Castillo – Lead Regulatory Analyst  E-mail Address kcastillo@concho.com |  | 7 - 7                            |                |
|   |  |                                  |                |
| Date 02/22/17 Telephone No. 432-685-4332  |  |                                  |                |
| Gas-Oil ratio test may be required to verify estimated gas volume.              |  |                                  |                |