

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

HOBBS OCD 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. Applicant EOG Resources, Inc.

whose address is P.O. Box 2267, Midland, Texas 79702

hereby requests an exception to Rule 19.15.18.12 for _____ days or until

June 8-September 6, Yr 2017, for the following described tank battery (or LACT):

Name of Lease Dragon 36 State 7H & 8H Name of Pool Bone Spring

Location of Battery: Unit Letter P Section 36 Township 24S Range 33E

Number of wells producing into battery 2 Wells: Dragon 36 State #07H 30-025-40929
Dragon 36 State #08H 30-025-40930

B. Based upon oil production of 23 barrels per day, the estimated * volume
of gas to be flared is 301 +/-Daily MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Requesting permission to flare due to abnormal system pressures. The possibility of flare will not be consistent; therefore, the volume above can easily fluctuate.

OPERATOR

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 Kristina St. Romain

Printed Name
& Title Kristina St. Romain - Regulatory Administrator

E-mail Address kristina_stromain@egoresources.com

Date June 8, 2017 Telephone No. 432-686-3671

OIL CONSERVATION DIVISION

Approved Until 9/6/2017

By Mary Brown

Title AO #1

Date 6/13/2017

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