<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

HOBBS State of New Mexico
Minerals and Natural Resources
Oil Conservation Divides

Oil Conservation Division JUL 0 3 2017 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)

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.	ApplicantEOG Resources, Inc	
	whose address isP.O. Box 2267, Midland, Texas 79702,	
	hereby requests an exception to Rule 19.15.18.12 fordays or until	
	June 29-September 27, Yr 2017, for the following described tank battery (or LACT):	
	Name of Lease <u>Dragon 36 State 4H</u> Name of Pool <u>Red Hills; Upper Bone Spring Shale</u>	
	Location of Battery: Unit LetterN	_Section36Township _24SRange33E
	Number of wells producing into battery 1 Well; 30-025-40926	
B.	Based upon oil production of39	barrels per day, the estimated * volume
	of gas to be flared is43 +/-Daily	MCF; Valueper day.
C.	Name and location of nearest gas gathering facility:	
D.	DistanceEstimated co	ost 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. OIL CONSERVATION DIVISION Approved Until		OIL CONSERVATION DIVISION
		Approved Until 9/27/2017
Signature Signature		By Mafeys Brown
Printed Name & Title Kristina St. Romain – Regulatory Administrator		Title #0/II
		Date 7/3/2017
Date June 29,	2017 Telephone No. 432-686-3671	

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