

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 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)

HOBBS OCD
JAN 18 2019
RECEIVED

A. Applicant EOG Resources

whose address is PO Box 2267, Midland, Texas 79702

hereby requests an exception to Rule 19.15.18.12 for 90 days or until

JAN 14 - APR 14, Yr 2019, for the following described tank battery (or LACT):

Name of Lease Dragon 36 State 07H_08H Name of Pool (97900) Red Hills; Upper Bone Spring Shale

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

Number of wells producing into battery 2

B. Based upon oil production of _____ barrels per day, the estimated * volume
of gas to be flared is EST 20 MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

Dragon 36 ST 07H_08H FL - 60387028

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: All gas will be metered and recorded prior to Flaring.

Dragon 36 State 07H - 30-025-40929

Dragon 36 State 08H - 30-025-40930

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 K Agee

Printed Name
& Title Kristina Agee- Sr. Regulatory Administrator

E-mail Address Kristina_Agee@eogresources.com

Date 01/14/2019 Telephone No. 432-686-6996

OIL CONSERVATION DIVISION

Approved Until 4/14/2019

By [Signature]

Title Petroleum Engineer

Date 01/24/19

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