District 1
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

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 RIDGEWA	Y ARIZONA OIL CORP ,
	whose address is 1250 WOOD BRANCH PARK DRIVE, HOUSTON, TX 77079,	
	hereby requests an exception to Rule 19.15.18.12 for	
	Location of Battery: Unit Letter M	Section 5 Township 78 Range 34E
	Number of wells producing into battery	30-041-20970
В.	Based upon oil production of75	barrels per day, the estimated * volume
	of gas to be flared is	MCF; Value <u>\$150</u> per day.
C.	Name and location of nearest gas gathering facility:	
	TARGA	•
D.	Distance 2,100' Estimate	ed cost of connection\$ 123,000
E.	This exception is requested for the following reasons: Targa is the nearest gathering system but	
	is unwilling to take the low quality gas (15-20% CO2, 5-10% N2). Processing of this quality gas	
makes the marketing of the product uneconomic at this time.		
OPERATOR		OIL CONSERVATION DIVISION
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 8-15-19
Signature		By Rick Rickman
Printed Name & Title <u>William Boyd Land & Regulatory Mgr</u>		Title Dist. 1 SUPU
E-mail Address <u>wboyd@pedevco.com</u>		Date 6-18-19
Date 6/18/2	2019 Telephone No. 713-496-0986	

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