

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

**HOBBS OCD** State of New Mexico  
Energy Minerals and Natural Resources

**SEP 17 2013**

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

**RECEIVED**

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

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

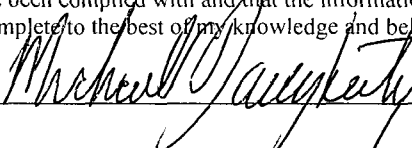
(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

- A. Applicant Murchison Oil & Gas, Inc.,  
whose address is 1100 Mira Vista Blvd., Plano, TX 75093,  
hereby requests an exception to Rule 19.15.18.12 for approximately 120 days or until \_\_\_\_\_,  
Yr \_\_\_\_\_, for the following described tank battery (or LACT):  
Name of Lease Jackson Unit 11H (30-025-41122) Name of Pool Triple X; Bone Spring, West  
Location of Battery: Unit Letter B Section 16 Township 24S Range 33E  
Number of wells producing into battery 1
- B. Based upon oil production of 1,000 barrels per day, the estimated \* volume  
of gas to be flared is 1,500 MCF; Value \$7,500 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: Waiting for Agave Energy to lay new gas  
lines to location.

### 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



Printed Name

& Title Michael S. Daugherty, SVP & COO

Email Address mdaugherty@jdmii.com

Date 09/13/2013 Telephone No. 972-931-0700

### OIL CONSERVATION DIVISION

Approved Until 12-30-2013

By



Title

Dist. Mgr.

Date

9-17-2013

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