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

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HOBBS OCD

Form C-129 Revised August 1, 2011

SEP 1 1 2015 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 <u>Murchison Oil & Gas, Inc.</u> ,		
	whose address is7250 Dallas Parkway, Ste. 1400, Plano, TX 75024,		
	hereby requests an exception to Rule 19.15.18.12 for days or until		
	for the following described tank battery (or LACT):		
	Name of Lease Jackson Unit 14H (30-025-41072) Name of Pool Triple X; Bone Spring, West		
	Location of Battery: Unit Letter <u>D</u> Section <u>15</u> Township <u>24S</u> Range <u>33E</u>		
	Number of wells producing into battery2		
B.	Based upon oil production of <u>55</u> barrels per day, the estimated * volume		
	of gas to be flared is <u>60</u> MCF; Value <u>\$105</u> per day.		
C.	Name and location of nearest gas gathering facility:		
D.	DistanceEstimated cost of connection		
E. This exception is requested for the following reasons: <u>Intermittent curtailment by Agave due to</u> compressor maintenance. Well shut in at this time may damage formation and reduce future production.			

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	Amound 11411 17 10/2015	
is true and complete to the best of my knowledge and belief.	Approved Until 12/9/2015	
Signature	Maderal Brown	
	By	
Printed Name	The District Supervisor	
& Title <u>Gary Cooper, Vice President Operations</u>	Title USTATICA Supervise (
Fueril Address measure @idmii.com	Date 9/14/2015	
Email Address <u>rcooper@jdmii.com</u>		
Date 09/09/2015 Telephone No. 972-931-0700		

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

SEP 1 5 2015