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 it 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)

HOBBS OCD Applicant SUNLIGHT EXPLORATION INC. A. whose address is 1415 23rd. Street Canyon Texas 79015 RECEIVED hereby requests an exception to Rule 19.15.18.12 for 180 days or until March 24 Yr 2016, for the following described tank battery (or LACT): Name of Lease V. Linam Name of Pool Location of Battery: Unit Letter D Section 14 Township 13 Range 38 EAST NMPM Number of wells producing into battery 1 Based upon oil production of 11 BPD barrels per day, the estimated * volume B. of gas to be flared is 8 MCF; Value \$16.00 per day. C. Name and location of nearest gas gathering facility: Well is conected to Targa line, their presure gets to high at times. Estimated cost of connection D. Distance This exception is requested for the following reasons: High line presure.. E. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above Approved Until is true and complete to the best of my knowledge and belief. Printed Name Chuck Smith Title & Title Production Forman Date E-mail Address chuck@sunlightexp.com

Date 9-24-2015

Telephone No. (806) 655-7183

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