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

ADDI ICATION FOD EVCEDTION TO NO EL ADE DUI E 10.15.10.12

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No.

(For Division Use Only)

F	(See Rule 19.15.18.12 NMAC	and Rule 19.15.7.37 NMAC)	HOBBS OC
А.	Applicant <u>Murchison Oil &amp; Gas, Inc.</u>		FEB 2 2 2016
	whose address is <u>7250 Dallas Parkway</u> , S	ste. 1400, Plano, TX 75024	RECEIVED
	hereby requests an exception to Rule 19.15.18.12 for days or until June 1,		
	, Yr <u>2016</u> , for the following described tank battery (or LACT): Name of Lease <u>Bettis 20 State Com 3H (30-025-41437</u> ) Name of Pool <u>Triple X; Bone Spring, West</u> Location of Battery: Unit Letter <u>0</u> Section <u>20</u> Township <u>24S</u> Range <u>33E</u>		
	Number of wells producing into battery1_		
В.	Based upon oil production of <u>125</u> barrels per day, the estimated * volume		
	of gas to be flared is <u>120</u> MC	F; Value\$216	per day.
C.	Name and location of nearest gas gathering facility:   Frac Cat Compressor Station, Lea County, NM		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Agave due to</u> <u>compressor maintenance and high line pressure</u> . Well shut in at this time may damage formation and <u>reduce future production</u> .		
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above		OIL CONSERVATION DIVISION Approved Until	
	nplete to the best of my knowledge and belief.	Approved Onth	12010
Signature		By	STOWN
Printed Name		Title	
& Title <u>Gary Cooper, Vice President Operations</u>		1110	1/2011
Email Address rcooper@jdmii.com		Date 2/24	42016

Telephone No. 972-931-0700 \* Gas-Oil ratio test may be required to verify estimated gas volume.

Date 2/17/16

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