

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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

Form C-129  
Revised August 1, 2011

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit one copy to appropriate  
District Office

**HOBBS OGD**

**MAY 16 2016**

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 XTO Energy Inc.  
whose address is 500 W. Illinois, Suite 100, Midland, Texas 79701  
hereby requests an exception to Rule 19.15.18.12 for 90 days or until  
August 08, Yr 16, for the following described tank battery (or LACT):  
Name of Lease Perla Negra Federal Com Name of Pool Lea Bone Spring  
Location of Battery: Unit Letter M Section 24 Township 19S Range 34E  
Number of wells producing into battery 4
- B. Based upon oil production of 953 barrels per day, the estimated \* volume  
of gas to be flared is 31,500 MCF; Value est 350 mcf per day.
- C. Name and location of nearest gas gathering facility:  
Targa
- D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_\_
- E. This exception is requested for the following reasons: SI by Targa causing us to flare.  
Following wells associated w/this battery:  
PERLA VERDE 31 STATE #001H (025-42063) & PERLA VERDE 31 STATE #002H (025-41861)  
PERLA VERDE 31 STATE #003H (025-41862) & PERLA VERDE 31 STATE #004H (025-41863)

**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 Sherry Pack

Printed Name  
& Title Sherry Pack

E-mail Address sherry\_pack@xtoenergy.com

Date 5/12/2016 Telephone No. 432-620-6709

**OIL CONSERVATION DIVISION**

Approved Until 8/8/2016

By Marky Brown

Title \_\_\_\_\_

Date 5/17/2016

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