

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 OGD
JUN 03 2016
RECEIVED

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

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 NEMO Fund I, LLC (OGRID 310809),
whose address is 901 West Missouri, Suite 901, Midland, Tx 79701,
hereby requests an exception to Rule 19.15.18.12 for 90 days or until
August 9, Yr 2016, for the following described tank battery (or LACT):
Name of Lease Williams 12-4H State #1H Name of Pool Crossroads; San Andres, East
Location of Battery: Unit Letter A Section 12 Township 10 S Range 36 E
Number of wells producing into battery 1
- B. Based upon oil production of 230 barrels per day, the estimated * volume
of gas to be flared is 357 MCF; Value \$0.00 per day.
- C. Name and location of nearest gas gathering facility:
Targa
- D. Distance 1/2 Mile Estimated cost of connection \$10,000
- E. This exception is requested for the following reasons: To allow the operator time to either:
1) negotiate a gas sales contract with Targa (negative value per MCF), or
2) evaluate the installation/use of combustors to internally combust gas production

API # 30-025-42726

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 D. Holcomb

Printed Name
& Title Danny J. Holcomb - Agent

E-mail Address danny@pwillc.net

Date 6/2/2016 Telephone No. 806-471-5628

OIL CONSERVATION DIVISION

Approved Until 9/2/2016

By Marys Brown

Title _____

Date 6/2/2016

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