District I HOBBS OCD State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

District II 811 S. First St., Artesia, NM 88210 JUL 2 0 2016 District III 1000 Rio Brazos Road, Aztec, NM 87410

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

Submit one copy to appropriate District Office

District IV 1220 S. St. Francis Dr., Santa Fe, NM8 150 EVED

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 19.15.7.57 NMAC)   |
|-----------------|--|
| A.              | Applicant COG Operating LLC  |
| A.              |  |
|                 | whose address is 600 W. Illinois Ave, Midland, TX 79701  |
|                 | hereby requests an exception to Rule 19.15.18.12 for   |
|                 | October 23 , Yr 2016 , for the following described tank battery (or LACT):   |
|                 | Name of Lease Eata Fajita State Name of Pool Bone Spring   |
|                 | Location of Battery: Unit Letter P Section 8 Township 24S Range 33E  |
|                 | Number of wells producing into battery 3: 30-025-42274, 30-025-42275, 30-025-42506   |
| В.              | Based upon oil production ofbarrels per day, the estimated * volume  |
|                 | of gas to be flared is5,828MCF; Value per day.   |
| C.              | Name and location of nearest gas gathering facility:   |
|                 | Agave  |
| D.              | DistanceEstimated cost of connection   |
| E.              | This exception is requested for the following reasons: Gas plant repair  |
|                 |  |
|                 |  |
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|                 |  |
| Division have b | that the rules and regulations of the Oil Conservation een complied with and that the information given above plete to the best of my knowledge and belief.  By  OIL CONSERVATION DIVISION  Approved Until  10/23/2016  By |
| Printed Name    |  |
| & Title         | Brian Maiorino/Senior Regulatory Analyst Title Dist Supervisor   |
| E-mail Addre    | bmaiorino@concho.com  Date 7/20/2016   |
| Date 7/18/16    | Telephone No. 432-221-0467   |

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