<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II

State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

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

Submit one copy to appropriate District Office

1220 S. St. Francis Dr., Santa Fe, NM 87505 SEP 2 8 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 Murchison Oil & Gas, Inc.	
	whose address is7250 Dallas Parkway, Ste. 1400, Plano, TX 75024,	
	hereby requests an exception to Rule 19.15.18.12 for days or until <u>January 7</u> ,	
	, Yr <u>2017</u> , for the following described tank battery (or LACT):	
	Name of Lease MOGI 9 State Com 3H (30-025-41070) Name of Pool Triple X; Bone Spring, West	
	Location of Battery: Unit Letter N Section 9 Township 24S Range 33E	
	Number of wells producing into battery2	
B.	Based upon oil production of74	barrels per day, the estimated * volume
	of gas to be flared isMCF	; Valueper day.
C.	Name and location of nearest gas gathering fa	acility:
	Frac Cat Compressor Station, Lea County, N	<u>M</u>
D.	DistanceEst	imated cost of connection
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Agave due to compressor maintenance</u> . Well shut in at this time may damage formation and reduce future production.	
		OIL CONSERVATION DIVISION
		Approved Until 1/7/2017
Signature		Madrak
Printed Name		By Majeye Drown
& TitleGary Cooper, Vice President Operations		Title
Email Address rcooper@jdmii.com		Date 9/29/2016
Date 9/23/16 Telephone No. 972-931-0700		

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