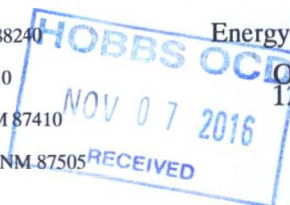


District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505



State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

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 COG Operating LLC,
whose address is One Concho Center, 600 W. Illinois Ave., Midland, TX 79701,
hereby requests an exception to Rule 19.15.18.12 for 90 days or until
February 5, Yr 2017, for the following described tank battery (or LACT):
Name of Lease Pan Head Fee #4H Name of Pool Maljamar; Yeso, West
Location of Battery: Unit Letter C Section 11 Township 17S Range 32E
Number of wells producing into battery 6
- B. Based upon oil production of 432 barrels per day, the estimated * volume
of gas to be flared is 1200 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
Dcp
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Increase line pressure due to plant problems.
- #4H API # 30-025-40899, #12H API# 30-025-40888, #21H 30-025-40886, #13H 30-025-42818,
#23H 30-025-42756, #11H 30-025-42817

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 K C

Printed Name & Title
Kanicia Castillo - Lead Regulatory Analyst

E-mail Address kcastillo@concho.com

Date 11/4/16 Telephone No. 432-685-4332

OIL CONSERVATION DIVISION

Approved Until 2/5/2017

By Mary Brown

Title Dist Supervisor

Date 11/7/2016

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