District I 1625 N. French Dr., Hobbs, NM 88240 District III 81D 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 _CML EXPLORATION, LLC,	
	whose address is _P.O. BOX 890 SNYDER, TEXAS 79550,	
	hereby requests an exception to Rule 19.15.1	8.12 fordays or until
	DECEMBER 31 st , Yr <u>2017</u> , for the following described tank battery (or LACT):	
	Name of Lease <u>Paddy 19 State</u> 1 Name of Pool <u>Wildcat G-03 S173318N (Pool# 97727)</u>	
	Location of Battery: Unit Letter 2	Section 19 Township 17S Range 33E
	Number of wells producing into battery	3
В.	Based upon oil production of11.5barrels per day, the estimated * volume	
	of gas to be flared is4.3M	CF; Value <u>\$10</u> per day.
C.	Name and location of nearest gas gathering facility:	
	DCP Midstream Linam Ranch Gas Plant, Sec	c. 6, T-19-S, R-37-E, Lea County, NM
D.	Distance0'Estimated	cost of connection\$0.00
E. This exception is requested for the following reasons: <u>This exception applies to the following wells producing into the above battery: Paddy 19 State #1 (30-025-38227), #4 (30-025-39366) & #5 (30-025-39492).</u> We are requesting an extension on the previous exception due to the uneconomic volumes being produced from these wells.		
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above		OIL CONSERVATION DIVISION Approved Until 12/31/2017
is true and complete to the best of my knowledge and belief.		
Signature Joseph Wer		By_ Majeys Brown
Printed Name & Title Jordan Owens, Engineer		Title AO/II
E-mail		Date 1/18/2017
Address_owensj@cmlexp.com		
Date 1/2/	7 Telephone No. (325) 574-6297	
Gas-Oil ratio test may be required to verify estimated gas volume.		