Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

(For Division Use Only)

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 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)

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A.	ApplicantMurchison 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>September 20</u> ,	
	, Yr <u>2017</u> , for the following described tank battery (or LACT):	
	Name of Lease Bettis 20 State Com 5H (30-025-41439) Name of Pool Triple X; Bone Spring, West	
	Location of Battery: Unit Letter M	Section <u>20</u> Township <u>24S</u> Range <u>33E</u>
	Number of wells producing into battery1	
B.	Based upon oil production of71	barrels per day, the estimated * volume
	of gas to be flared isMCF	; Valueper day.
C.	Name and location of nearest gas gathering facility:	
	Frac Cat Compressor Station, Lea County, N	<u>M</u>
D.	DistanceEst	cimated cost of connection
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Lucid due to compressor maintenance</u> . Well shut in at this time may damage formation and reduce future production.	
OPERATOR OIL CONSERVATION DIVISION		
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.		Approved Until 9/20/2017
Signature Lan Coper by C. Cattull		By MajysBrown
D' (13)		
& Title <u>Gary Cooper, Vice President Operations</u>		Title
Email Address <u>rcooper@jdmii.com</u>		Date
Date 06/13/17 Telephone No. 972-931-0700		
* Gas-Oil ratio test may be required to verify estimated gas volume.		