District I 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

(For Division Use Only)

NFO Permit No. _

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

Submit one copy to appropriate District Office

District III
1000 Rio Brazos Road, Aztec, NM 874100BBS
OCD
District IV
1220 S. St. Francis D. C. 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)

A.	A. Applicant Murchison Oil & Gas, Inc. , whose address is 7250 Dallas Parkway, Ste. 1400, Plano, TX 75024 , hereby requests an exception to Rule 19.15.18.12 for days or until October 5 ,		
	Yr <u>2017</u> , for the following described tank battery (or LACT):		
	Name of Lease MOGI 9 State Com 2H (30-025-40976) Name of Pool Triple X; Bone Spring, West		
	Location of Battery: Unit Letter O_Se	ction 9 Township 24S Range 33E	
	Number of wells producing into battery2		
B.	Based upon oil production ofbarrels per day, the estimated * volume		
	of gas to be flared is <u>55</u> MCF	; Valueper day.	
C.	Name and location of nearest gas gathering facility: Frac Cat Compressor Station, Lea County, NM		
D.	DistanceEstimated 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 10/5/2017	
		> M / M Q	
Signature		By Ylaley Strown	
Printed Name		TitleAO/II	
de Titledary cooper, vice resident Operations		7/1/2014	
Email Address <u>rcooper@jdmii.com</u>		Date	
06/27/17 To	elephone No. 972-931-0700	-	

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