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 87440 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87503 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 October 5 ,		
	Yr 2017, for the following described tank battery (or LACT):		
	Name of Lease MOGI 9 State Com 11H (30-025-41787) Name of Pool Triple X; Bone Spring, West		
	Location of Battery: Unit Letter PS	ection 9 Township 24S Range 33E	
	Number of wells producing into battery		
В.	Based upon oil production ofbarrels per day, the estimated * volume		
	of gas to be flared is142	MCF; Value <u>\$355</u> per day.	
C.	Name and location of nearest gas gathering facility:		
	Frac Cat Compressor Station, Lea County, NM		
D.	DistanceEst	imated cost of connection	
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Lucid due to</u> compressor maintenance. Well shut in at this time may damage formation and reduce future production.		
	compressor maintenance. Wen 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		Approved Until 10/5/2017	
is true and complete to the best of my knowledge and belief.			
Signature		By Maley Brown	
Printed Name		Title AO VIII	
Thedary cooper, vice President Operations			
Email Address <u>rcooper@jdmii.com</u>		Date	
Date 06/27/17 Telephone No. 972-931-0700			

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