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

HOBBE OF Diate of New Mexico inerals and Natural Resources

JUL 25 2017 20 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

RECEIVED

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 2208 W. Main, Artesia, NM 88210 hereby requests an exception to Rule 19.15.18.12 for 90 days or until October 22 Yr 2017, for the following described tank battery (or LACT): Name of Lease Merlin State Com Name of Pool Bone Spring Section 29 Location of Battery: Unit Letter N Township 21S Range 34E 2: 30-025-41193, 30-025-42061 Number of wells producing into battery Based upon oil production of 155 B. barrels per day, the estimated * volume of gas to be flared is 209 MCF; Value per day. C. Name and location of nearest gas gathering facility: Estimated cost of connection D. Distance This exception is requested for the following reasons: Unplanned midstream curtailment E. OIL CONSERVATION DIVISION **OPERATOR** 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 is true and complete to the best of my knowledge and belief. Signature By **Printed Name** Title Cathy Seely/Engineering Tech & Title Date E-mail Address cseely@concho.com

Date 7/24/17

Telephone No. 575-748-1549

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