<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II

State of New Mexico
HOBBS Of Minerals and Natural Resources

811 S. First St., Artesia, NM 88210 District III

1000 Rio Brazos Road, Aztec, NM 87410 SFP 1 4 2017

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

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

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.	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>December 19</u> ,, Yr2017, for the following described tank battery (or LACT): Name of Lease <u>Jackson Unit 18H (30-025-40974)</u> Name of Pool <u>Triple X; Bone Spring</u>	
	Location of Battery: Unit Letter M	Section 21 Township 24S Range 33E
	Number of wells producing into battery	1
B.	Based upon oil production of43	barrels per day, the estimated * volume
	of gas to be flared isN	ACF; Valueper day.
C.	Name and location of nearest gas gathering facility:	
	Frac Cat Compressor Station, Lea County, N	<u>M</u> _
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 12/19/2017
Signature		By Malys Brown
Printed Name		10/1
& Title <u>Gary Cooper, Vice President Operations</u>		Title
Email Address <u>rcooper@jdmii.com</u>		Date9/14/2017
Date 09/11/17 Telephone No. 972-931-0700		

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