District I 1625 N. French Dr., Hobbs, NM 88240 HOBBS Of Minerals and Natural Resources

Form C-129 Revised August 1, 2011

District III
1000 Rio Brazos Road, Aztec, NM 87410

OCT 18 2017 Oil Conservation Division Santa Fe, NM 87505

Submit one copy to appropriate District Office

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87598 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 January 15 , Yr 2018 , for the following described tank battery (or LACT): Name of Lease West Pearl 36 State Name of Pool Bone Spring Location of Battery: Unit Letter D Section 36 Township 198 Range 34E |
|--|
| Number of wells producing into battery 1: 30-025-40425 B. Based upon oil production of 30 barrels per day, the estimated * volume of gas to be flared is 20 MCF; Value per day. |
| C. Name and location of nearest gas gathering facility: Targa |
| D. DistanceEstimated cost of connection E. This exception is requested for the following reasons:Planned midstream curtailment |
| |
| OPERATOR 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. OIL CONSERVATION DIVISION Approved Until |
| Signature Cally Selly By Majors Brown Printed Name & Title Cathy Seely/Engineering Tech Title Title |
| E-mail Address_cseely@concho.com |

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