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

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

District IV

State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Sos RECEIVED Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

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 Murchison 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 March 19	
	Yr <u>2018</u> , for the following described tank battery (or LACT):	
	Name of Lease <u>Jackson Unit 23H (30-025-41229)</u> Name of Pool <u>Triple X</u> ; <u>Bone Spring</u> , <u>West</u>	
	Location of Battery: Unit Letter N_S	Section 22 Township 24S Range 33E
	Number of wells producing into battery1	
В.	Based upon oil production of42	barrels per day, the estimated * volume
	of gas to be flared isMCF	; Valueper day.
C.	Name and location of nearest gas gathering facility:	
	Frac Cat Compressor Station, Lea County, N	<u>M</u>
D.	DistanceEst	timated 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		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 3/19/2018
Signature	199	By MapySBrown
Printed Name & Title Gary Cooper, Vice President Operations		Title AO/II
Email Address rcooper@jdmii.com		Date 12/16/2017
Date 12/07/17 Telephone No. 972-931-0700		
* Car Oil notice text many he required to you'ld east mated and you'ld		

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