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 State of New Mexico Energy Minerals and Natural Resources

> 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

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	e 19.15.7.37	' NMAC)
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Α.	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 <u>April 5</u> ,				
	Yr 2018 , for the following described tank battery (or LACT):				
	Name of Lease MOGI 9 State Com 5H (30-025-41581) Name of Pool Triple X; Bone Spring, West				
	Location of Battery: Unit Letter <u>N</u> Section <u>9</u> Township <u>24S</u> Range <u>33E</u>				
	Number of wells producing into battery1_				
В.	Based upon oil production of45barrels per day, the estimated * volume				
	of gas to be flared is MCF; Value HOBBSeQCD				
C.	Name and location of nearest gas gathering facility: JAN 0 2 2018				
	Frac Cat Compressor Station, Lea County, NM				
D.	Distance Estimated cost of connection				
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Lucid due to</u> <u>compressor maintenance</u> . Well shut in at this time may damage formation and reduce future production.				
OPERATOR	OIL CONSERVATION DIVISION				
Division have been	the rules and regulations of the Oil Conservation en complied with and that the information given above ete to the best of my knowledge and belief. Approved Until <u>4/5/2018</u>				
	M h h h h				

Printed Name & Title <u>Gary Cooper, Vice President Operations</u>

Email Address rcooper@jdmii.com

Signature

Date 12/27/17 Telephone No. 972-931-0700

Approved U	
Бу	MajursBrown
Title	AO/II
Date	1/3/2018

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