

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 S. 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 19.15.7.37 NMAC)

- A. Applicant RG Exploration, LLC,
whose address is 10 Desta Drive, Suite 260E, Midland, Texas 79705
hereby requests an exception to Rule 19.15.18.12 for 90 days or until
July 31, 2018 for the following described tank battery (or LACT):
Name of Lease SHUBERT 18-4H (30-25-43365) Name of Pool San Andres, Northeast
19
Location of Battery: Unit Letter O Section 18 Township 19S Range 39E
Number of wells producing into battery 1
- B. Based upon oil production of 24 barrels per day, the estimated * volume
of gas to be flared is 113 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
DCP
- D. Distance 2-5 miles Estimated cost of connection _____
- E. This exception is requested for the following reasons: Closest facility, TARGA, will not accept any
gas as the Nitrogen content is above their threshold and further they have n line capacity. Negotiations
are underway with DCP to connect with a companion Well being drilled (Jade 1H) that should be
completed within the time frame sought subject to DCP being able to build a new line.

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.

Signature _____

Printed Name _____

& Title Alan Castetter, Regulatory Counsel

E-mail Address us-legal@att.net

Date 4/15/2018

Telephone No. (512) 892-8930

OIL CONSERVATION DIVISION

Approved Until _____

By _____

Title _____

Date _____

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