HOBBS State of New Mexico Energy Minerals and Natural Resources District 1 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210

Form C-129 Revised August 1, 2011

MAY 1 0 2018 Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

District IV 1220 S. St. Francis Dr., Santa Fe, NM 8 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)

| (See Rule 19.13.18.12 INMAC | and Rule 19.13.7.37 NMAC) |
|--|---|
| A. Applicant COG Operating LLC whose address is 2208 W. Main, Artesia, NM hereby requests an exception to Rule 19.15.1 August 8 , Yr 2018 , Name of Lease Stratosphere 36 State Com 51 Location of Battery: Unit Letter C Number of wells producing into battery 3 | 88210 8.12 for 90 days or until for the following described tank battery (or LACT): H Name of Pool Bone Spring Section 36 Township 20S Range 34E 0-025-42036 barrels per day, the estimated * volume |
| of gas to be flored is 129 | MCF; Valueper day. |
| C. Name and location of nearest gas gathering in | |
| D. Distance Estimated of | cost of connection |
| E. This exception is requested for the following reasons: Unplanned midstream curtailment | |
| 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 | Approved Until 8/8/2018 |
| Signature Alex Seeley sel | By Mayeys Brown |
| & Title Cathy Seely/Engineering Tech | Title |
| E-mail Address_cseely@concho.com | Date 5/15/2018 |
| Date 5/10/18 Telephone No. 575-748-1549 | |

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