<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240

State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

District II
811 S. First St., Artesia, NM 88210 HOBBS OCD
District III
1000 Rio Brazos Road, Aztec, NM 8741 AY
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

NFO Permit No. _ (For Division Use Only)

RECEIVED 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 Chisholm Energy Operating, LI	LC ,
whose address is 801 Cherry Street, Suite	1200-Unit 20, Fort Worth, TX 76102
hereby requests an exception to Rule 19.15.	18.12 for 5days or until
, Yr,	for the following described tank battery (or LACT):
Name of Lease LEA SOUTH 25 FED COM	Name of Pool LEA; BONE SPRING, SOUTH
Location of Battery: Unit Letter	WC-025 G-08 S203435D; WOLFCAMP Section 5 Township 20S Range 34E
Number of wells producing into battery7	7
B. Based upon oil production of 1290	barrels per day, the estimated * volume
of gas to be flared is1144	MCF; Valueper day.
C. Name and location of nearest gas gathering	
TARGA-SECT. 36/T19S/36E; LEA COU	INT I
D. DistanceEstimated	cost of connection #8 -43029
E. This exception is requested for the following	g reasons: PIPELINE CURTAILMENT 109 -43409
Lea South 25 Fed Com 5H, Lea South 25 Fed Com 6H, Lea South 25 Fed Com 3BS 7H, 4+3036	
Lea South 25 Federal 8, Lea South 25 Fed Com 2BS 10H, Lea South 25 Fed Com 1BS 11H, 2 - 43110	
& Lea South 25 Fed Com WCA 12H	
DPERATOR hereby certify that the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVISION
Division have been complied with and that the information given above strue and complete to the best of my knowledge and belief.	Approved Until
Signature <u>Jennifer Elrod</u>	Ву
Printed Name & Title Jennifer Elrod/Sr. Regulatory Analyst	Title
E-mail Address jelrod@chisholmenergy.com	SUBJECT TO
Date 05/08/2018 Telephone No. 817-953-3728	APPROVAL BY BLM
Telephone No. 017-755-5726	

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