District I

State of New Mexico
1625 N. French Dr., Hobbs, NM 8824008 Capergy Minerals and Natural Resources
District II

811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztoc, NM 87416UL 23 2018

1220 S. St. Francis Dr., Santa Fe, NM 87505 RECLIVED 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 19.15.7.37 NMAC)

Applicant Matador Production Company A. whose address is 5400 LBJ Freeway, Ste. 1500, Dallas, TX 75240 hereby requests an exception to Rule 19.15.18.12 for 90 days (beginning 08/11/18) days or until Yr , for the following described tank battery (or LACT): Name of Lease Marian Downey State 9 TB Name of Pool ROCK LAKE; BONE SPRING, SOUTH (52769) Location of Battery: Unit Letter D Section 09 Township 23S Range 35E Number of wells producing into battery (1) 30-025-44201, Marlan Downey 9 23 35 AR #111H Based upon oil production of 1100 barrels per day, the estimated * volume В. of gas to be flared is 500 MCF; Value per day. C. Name and location of nearest gas gathering facility: Lucid Energy Delaware, LLC Distance Estimated cost of connection D. This exception is requested for the following reasons: Flaring due to plant/pl issues. E. OIL CONSERVATION DIVISION **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 (

Title

Date

Telephone No. 972-371-5218

Printed Name

07/20/18

& Title

Ava Monroe

E-mail Address amonroe@matadorresources.com

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