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

AUG 1 4 2018 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

1220 S. St. Francis Dr., Santa Fe, NM 875 RECEIVED

1000 Rio Brazos Road, Aztec, NM 87410

District III

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 COG Operating LLC Α. whose address is 2208 W. Main, Artesia, NM 88210 90 days or until hereby requests an exception to Rule 19.15.18.12 for November 11, Yr 2018, for the following described tank battery (or LACT): Name of Lease Salvador Fee #2H Name of Pool Bone Spring Location of Battery: Unit Letter O Section 10 Township 24S Range 34E Number of wells producing into battery 3:30-025-41065; 30-025-41538; 30-025-41064 В. Based upon oil production of 170 barrels per day, the estimated * volume of gas to be flared is 300 MCF; Value _____ per day. C. Name and location of nearest gas gathering facility: Targa Distance Estimated cost of connection D. E. This exception is requested for the following reasons: Unplanned midstream curtailment - flare start date: 8/14/18 **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 is true and complete to the best of my knowledge and belief. Signature By

Title

Date

Telephone No. 575-748-1549

Cathy Scely/Engineering Tech

E-mail Address cscely@concho.com

Printed Name

& Title

Date 8/14/18

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