District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88

1301 W. Grand Avenue, Artesia, NM 88210 District JII 1000 Rio Brazos Road, Aztec, NM 87410

1220 S. St. Francis Dr., Santa Fe, NM 87505

## State of New Mexico HOBBS note Minerals and Natural Resources

OCT 2 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

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## 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 **XTO ENERGY INC** whose address is 500 W. ILLINOIS, SUITE 100, MIDLAND, TX 79701 68 hereby requests an exception to Rule 19.15.18.12 for\_\_\_\_\_ days or until December 31 , Yr 18 , for the following described tank battery (or LACT): Name of Lease Perla Verde Name of Pool Bone Spring Location of Battery: Unit Letter M Section 31 Township 19S Range 35E Number of wells producing into battery 4 barrels per day, the estimated \* volume B. Based upon oil production of of gas to be flared is MCF; Value **300** \_ per day. C. Name and location of nearest gas gathering facility: Targa Estimated cost of connection D. This exception is requested for the following reasons: 3rd party plant issues E. PERLA VERDE 31 STATE #001 (30-025-42063) and #002H (30-025-41861), PERLA VERDE 31 STATE #003H (30-025-41862) and #004 (30-025-41863) **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 is true and complete to the best of my knowledge and belief. Signature Printed Name Title Patty Urias, Regulatory Analyst & Title Date E-mail Address patty\_urias@xtoenergy.com 10/18/18 432.620.4318 \_Telephone No. \_\_\_\_

<sup>\*</sup> Gas-Oil ratio test may be required to verify estimated gas volume.