District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV

Energy Minerals and Natural Resources HOBBS OCD Conservation Division 1220 South St. Francis Dr. NOV U8 2018 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 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)

whose address is:

1111 Bagby St. suite 1600, Houston, TX 77002,

hereby requests an exception to Rule 19.15.18.12 for 30 days (November 7th through December 6th, 2018) for the following described tank battery (or LACT):

Name of Lease: Encore M State

Name of Pool: Blinebry Oil and Gas (Oil), Drinkard,

Tubb Oil and Gas (Oil), Wantz Abo

Location of Battery: Unit Letter: G Section: 19 Township: 22s Range: 37E

Number of wells producing into battery: 10 (See Attached)

30 25-38961

B. Based upon oil production of 100 barrels per day, the estimated * volume

of gas to be flared is 600 MCF/D; Value \$ 2,118.00 (\$3.52 per MCF) per day.

C. Name and location of nearest gas gathering facility:

Targa - Versado Gas Processors, LLC - Eunice Gas Plant

D. Distance: 8 miles

Estimated cost of connection: Connected

E. This exception is requested for the following reasons:

Targa – Versado Gas Processors, LLC, Eunice Gas Plant will be offline for the duration of the exception request (November 7th, through November 11th) due to maintenance. Targa requested that Maverick Natural Resources stop process until issues are resolved.

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: Thomas Haigood Printed Name & Title: Thomas Haigood, Permian EHS Coordinator E-mail Address: Thomas.haigood@mavresources.com Date: 11-07-2018 Telephone No: (432) 701-7802

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

Breitburn Operating LP Encore M State Wells

Tank Battery No. 1

Well Name Encore M State No. 001 DHC-HOB-0295		Location T22S, R37E (UL A)	API # 30-025-38961	
				1
	Blinebry Oil and Gas (Drinkard (19190)	Oil) (6660)		
Encore M State No. 002 DHC-HOR-0363		G-19-22S-37E	30-025-39541	1
	Blinebry Oil and Gas (Drinkard 19190)	Oil) (6660)		
Encore M State No. 003 DHC-4702		C-19-22S-37#	30-025-39751	
Pools:	Blinebry Oil and Gas (Drinkard (19190) Wantz; Abo (62700)	Oil) (6660)		
Encore M State No. 004 DHC-HOB-469		H-19-22S-37E	30-025-40091	٦,
	Blinebry Oil and Gas (Drinkard (19190)	Oil) (6660)		
Encore M State No. 005 DHC-4698		A-19-22S-37E	30-025-40299	1
Pools:		(Oil) (6660)		
Encore M State No. 006 DHC-4699		I-19-22S-37E	30-025-40398	•
	Blinebry Oil and Gas (Drinkard (19190) Wantz;Abo (62700)	Oil) (6660)		
Encore DHC-4	M State No. 007	B-19-22S-37E	30-025-40399	
	Blinebry Oil and Gas (Drinkard (19190) Wantz;Abo (62700)	Oil) (6660)		
Encore M State No. 008 DHC-4705		J-19-22S-37E	30-025-40721	
Pools:		(Oil) (6660)		
Encore M State No. 009 DHC-4700		D-20-22S-37E	30-025-40749	
Pools:	Blinebry Oil and Gas (Drinkard (19190) Wantz;Abo (62700)	(Oil) (6660)		
Encore S State No. 010 DHC-4771		M-17-22S-37E	30-025-41061	
Pools:	Blinebry Oil and Gas (Drinkard (19190) Wantz; Abo (62700) Tubb Oil and Gas (Oil			