District 1 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 1220 South St. Francis Dr., Santa Fe, NM 87505 State of New Mex1co Submit one copy to appropriate District IV 0 3 2019 NFO Permit Nc Corr Division Use Only) Corr Division Use Only)			
Α.	Applicant,		
	whose address isP.O. Box 2197; Office SP2-12-W156; Houston, TX 77252,		
	hereby requests an exception to Rule 19.15.18.12 for 90 days beginning June 3, 2019 days or until		
	September 3, , Yr 2019, for the following described tank battery (or LACT):		
	Name of LeasePeridot 8 Federal CF 1Name of PoolMaljamar; Yeso West		
	Location of Battery: Unit Letter <u>B</u> Section <u>8</u> Township <u>17S</u> Range <u>32E</u>		
	Number of wells producing into battery 3		
В.	Based upon oil production ofabout 1710barrels per day, the estimated * volume		
	of gas to be flared is <u>about 1860/day</u> MCF; Value <u>unknown due to sporadic flaring</u> per day.		
C.	Name and location of nearest gas gathering facility:		
	Frontier Field Services (approx 3 miles away by air)		
D.	about 1400' to connection DistanceEstimated cost of connectionunknown-connection completed		
E.	This exception is requested for the following reasons: Request approval to flare royalty free during		
	facility start-up and bringing new wells on production. Intermittent flaring may extend past that		
	allowed in 19.15.18.12 for up to 90 days. Expected flared volumes will likely not exceed 620 mcf/well/day.		
	Wells include Peridot 8 Fed 001H (API 30-025-44528), Peridot 8 Fed 002H (30-025-44588), and		
Peridot 8 Fed 003H (API 30-025-44589)			
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. Approved Until $\frac{9-3-19}{2}$			
Signature Susan B. Maunder By Kick Krikman			
Printed Name Susan B. Maunder & Title Senior Coordinator, Regulatory Title		Title DOST 1 SOPN.	
& Title Senior Coordinator, Regulatory Inte Date			

Date 5/31/19 * Gas-Oil ratio test may be required to verify estimated gas volume.

Telephone No. 281-206-5281