State of New Mexico Energy Minerals and Natural Resources	
1625 N. French Dr., Hobbs, NACOD 1220 Sol	servation Division Form C-129 uth St. Francis Dr. Revised August 1, 2011 Fe, NM 87505
District IV District IV 1220 S. St. Francis Dr., Santa Fe, Nr. SECEIVED	Submit one copy to appropriate District Office NFO Permit No
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 Steward Energy II, LLC,	
whose address is2600 N. Dallas Pkwy, Suite 400   Frisco, TX 75034,,	
hereby requests an exception to Rule 19.15.18.12 for90days or until	
September 30, Yr 2019, for the following described tank battery (or LACT):	
Name of Lease <u>Saul Goodman</u> Name of Pool Bronco San Andres South	
Location of Battery: Unit Letter	Section 2 Township 14S Range 38E
Number of wells producing into battery One-30-025-45129 2H	
B. Based upon oil production of <u>300-400</u> barrels per day, the estimated * volume	
of gas to be flared is <u>133</u> MCF; Value <u>\$ 320.00</u> per day.	
C. Name and location of nearest gas gathering facility: Immediate Area	
D. Distance <u>NA</u> Estimated of	cost of connectionNA
E. This exception is requested for the following reasons:	
due to pressure and gas quality constraints, cannot take all of SE II's contractual gas on their system 100 % of the time.	
Interruptions can occur and it will be necessary for SE II to flare during these times.	
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	
Printed Name & Title WPrice-Price LLC mgm consultant for SEII	Title Dist 1 SULV
E-mail Address wayneprice@q.com	Date 6-17-19
Date <sup>1 June 14, 2019</sup> Telephone No. 505-715-2809	

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