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

State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Revised August 1, 2011
Submit one copy to appropriate

Submit one copy to appropriate District Office

NFO Permit No. _

(For Division Use Only)

Form C-129

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)

Α.	Applicant <u>RII</u>	DGEWAY ARIZONA OIL CORP,	
	whose address is1250 WOOD	whose address is1250 WOOD BRANCH PARK DRIVE, HOUSTON, TX 77079,	
hereby requests an exception to Rule 19.15.18.12 for		e 19.15.18.12 fordays or until	
	Name of Lease <u>DOMINO 21-16 S</u>	TATE Name of Pool <u>CHAVEROO; SAN ANDRES, NE</u>	
	Location of Battery: Unit Letter	M Section 21 Township 6S Range 34E	
	Number of wells producing into batt	tery <u>30-041-20973</u>	
B.	B. Based upon oil production of <u>250</u> barrels per day, the estimated * volume		
	of gas to be flared is150	MCF; Value \$150 per day.	
C.	C. Name and location of nearest gas gathering facility:		
	<u>TARGA</u>		
D.	Distance <u>5,800'</u>	Estimated cost of connection \$291,000	
E.	This exception is requested for the following reasons: Targa is the nearest gathering system but		
•	is unwilling to take the low quality gas (15-20% CO2, 5-10% N2). Processing of this quality gas makes the marketing of the product uneconomic at this time.		
			
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation		OIL CONSERVATION DIVISION	
Division hav	tity that the rules and regulations of the Oil Conserve been complied with and that the information give omplete to the best of my knowledge and belief.		
Signature	(With)	- By Rick Rickman	
Printed Na	• •	Title 1)157 1 5 CPV	
& Title	William Boyd Land & Regulatory Mgr	1000	
E-mail Address wboyd@pedevco.com Date Date			
Date 6/18/2019 Telephone No. 713-496-0986			

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