

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

**HOBBS OGD**

OCT 01 2019

**RECEIVED**

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

NFO Permit No. \_\_\_\_\_  
(For Division Use Only)

**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 Riley Permian Operating Company, LLC,  
whose address is 29 E Reno Avenue, Suite 500 Oklahoma City, OK 73104,  
hereby requests an exception to Rule 19.15.18.12 for 90 days or until  
December 31, Yr 2019, for the following described tank battery (or LACT):  
Name of Lease Treehorn St Com Name of Pool Milnesand SA west- 46950  
Location of Battery: Unit Letter L Section 21 Township 8S Range 34E  
Number of wells producing into battery J Treehorn 21-16 State Com 4H 30-041-20983
- B. Based upon oil production of 157 barrels per day, the estimated \* volume  
of gas to be flared is 157 MCF; Value \$392 per day.
- C. Name and location of nearest gas gathering facility:  
Immediate Area
- D. Distance NA Estimated cost of connection NA
- E. This exception is requested for the following reasons: \_\_\_\_\_  
Riley Permian hereby request an exception to Rule 19.15.18.12 because Targa's Versado System,  
due to pressure and gas quantity constraints cannot take all of the contractual gas on their system 100%  
of the time. Interruptions can occur and it will be necessary 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 W Price JWP

Printed Name & Title WPrice-Price LLC mgn Consultant for Riley

E-mail Address wayneprice@q.com

Date Sept 26, 2019 Telephone No. 505-715-2809

**OIL CONSERVATION DIVISION**

Approved Until 12/31/2019

By [Signature] Petroleum Engineer

Title \_\_\_\_\_

Date 10/04/19

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