

State of New Mexico
Energy Minerals and Natural Resources

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

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)

RECEIVED
DEC 31 2019

- 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
March 31 Yr 2020 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 mgm Consultant for Riley

E-mail Address wayneprice@q.com

Date DEC 27, 2019 Telephone No. 505-715-2809

OIL CONSERVATION DIVISION

Approved Until 03/31/20

By [Signature]
Title Petroleum Engineer

Date 01/07/20

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