

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

Form C-129
Revised May 13, 2020

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 Contango Resources, Inc.,
whose address is 717 Texas Ave. Suite 2900 Houston, TX 77002,
hereby requests an exception to Rule 19.15.18.12 for 90 Days (Starting 5/26/2021) days or until
8/23, Yr 2021, for the following described tank battery (or LACT):
Name of Lease KERSEY STATE BATTERY Name of Pool RED LAKE, GLORIETA-YESO NE
Location of Battery: Unit Letter P Section 32 Township 17S Range 28E
Number of wells producing into battery 8
- B. Based upon oil production of 91 barrels per day, the estimated * volume
of gas to be flared is 390 MCF; Value \$530 per day.
- C. Name and location of nearest gas gathering facility:
FRONTIER EMPIRE ABO GAS PLANT
- D. Distance N/A Estimated cost of connection N/A
- E. This exception is requested for the following reasons: Curtailments for repairs at
Frontier Empire Abo Gas Plant

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 Carie Stoker

Printed Name
& Title Carie Stoker Regulatory Affairs Coordinator

E-mail Address carie@stokeroilfield.com

Date 8/8/2021 Telephone No. 432-664-7659

OIL CONSERVATION DIVISION

Approved Until May 26 - Aug. 24, 2021 (90 days)

By Kurt Simmons

Title NMOCD, Santa Fe

Date 05/19/2021

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

<u>API</u>	<u>Well Name</u>	<u>Well Number</u>
30-015-30888	KERSEY STATE	#001
30-015-30889	KERSEY STATE	#002
30-015-35562	KERSEY STATE	#003
30-015-37692	KERSEY STATE	#004
30-015-37693	KERSEY STATE	#005
30-015-41165	KERSEY STATE	#006
30-015-42162	KERSEY STATE	#007
30-015-42163	KERSEY STATE	#008

District I
1625 N. French Dr., Hobbs, NM 88240
Phone:(575) 393-6161 Fax:(575) 393-0720
District II
811 S. First St., Artesia, NM 88210
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District III
1000 Rio Brazos Rd., Aztec, NM 87410
Phone:(505) 334-6178 Fax:(505) 334-6170
District IV
1220 S. St Francis Dr., Santa Fe, NM 87505
Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico
Energy, Minerals and Natural Resources
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1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 28600

CONDITIONS OF APPROVAL

Operator: CONTANGO RESOURCES, INC. Suite 2900 Houston, TX77002	717 Texas Ave.	OGRID: 330447	Action Number: 28600	Action Type: C-129
OCD Reviewer ksimmons	Condition None			