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 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) Applicant COG Operating LLC_____ A. whose address is One Concho Center, 600 West Illinois Avenue, Midland, TX 79701_____, hereby requests an exception to Rule 19.15.18.12 for 42 __days or until November 1, Yr 2012, for the following described tank battery (or LACT): Name of Lease Moncrief State Name of Pool Red Lake; Queen-Grayburg-SA Location of Battery: Unit Letter L Section 23 Township 17S Range 28E Number of wells producing into battery 4 B. Based upon oil production of 100 barrels per day, the estimated * volume of gas to be flared is __200______ MCF; Value ______ per day. C. Name and location of nearest gas gathering facility: Distance _____Estimated cost of connection _____ D. This exception is requested for the following reasons: E. __DCP is currently replacing the gas sales line in the area, new line estimated to be_____ operational by late October **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Approved Until Nov 5 -2012 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 # Sypewist? & Title Brian Maiorino, Regulatory Analyst E-mail Address bmaiorino@concho.com

Telephone No. 432-221-0467

Date 9/19/12

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