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 District Office

NFO Permit No. __

(For Division Use Only)

Form C-129

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12 30-015-(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

A.	Applicant COG Operating LLC		
	whose address is _One Concho Center, 600 West Illinois Avenue, Midland, TX 79707	_,	
	hereby requests an exception to Rule 19.15.18.12 for 365 120 days	or until	
	October 2, Yr _2013_, for the following described tank battery (or LACT):		
	Name of Lease _Kool Aid State Battery Name of PoolEmpire; Glorieta, Yeso		
	Location of Battery: Unit LetterBSection24Township _17SRange _28E		
	Number of wells producing into battery24		
B.	Based upon oil production of510 barrels per day, the estimated * volume		
	of gas to be flared is1000MCF; Valueper day.		
C.	Name and location of nearest gas gathering facility:		
	Frontier		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons:	-	
	Frontier currently is unable to accept all gas from the battery. As much gas as possible will be	_	
	_sold while flaring the excess. COG is currently looking into a second purchaser to sell the excess	ss	
	gas to.		
DPERATO			
Division have	ify that the rules and regulations of the Oil Conservation be been complied with and that the information given above omplete to the best of my knowledge and belief. Approved Until April 15 2013	3	
Signature _	B: Di		
Printed Nan & Title <u>B</u> r	Title 57 FS SQCW(ST		
E-mail Add	Idress_bmaiorino@concho.comDate 10/03/2012		
Date 10/02)2/12 Telephone No. 432-221-0467		

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