<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 District II 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

NFO Permit

Form C-129 Revised May 13, 2020

Submit one copy to appropriate District Office

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.	ApplicantFranklin Mountain Energy, LL	<u>LC</u> ,				
	whose address is 2401 E 2 nd Ave. Suite 300, Denver CO 80206,					
	hereby requests an exception to Rule 19.15.18.12 fordays or until					
	March 31st , Yr 2021, for the following described tank battery (or LACT):					
	Name of Lease _Parade BWY State 1HName of Pool _98187 WC; UPR WOLFCAMP					
	Location of Battery: Unit Letter <u>B</u> <u>Section</u> <u>2</u> Township <u>25S</u> Range <u>35E</u>					
	Number of wells producing into battery <u>3</u> ; 30-025-43108, 30-025-43117 and 30-025-43922					
В.	Based upon oil production of1600	barrels per day, the estimated * volume				
	of gas to be flared is	MCF; Valueper day.				
C.	Name and location of nearest gas gathering facility:					
	Lucid Energy's Red Hills Processing Plant Sec. 13 T24S R33E, Lea Co., NM					
D.	DistanceEstimated c	cost of connection				
E.	Confirmed compliance with conditions required by New Mexico State Forestry's issuance of Order 2020-01 SMOKING, FIREWORK, CAMPFIRE, AND OPEN FIRE RESTRICTIONS FOR NEW MEXICO issued May 13, 2020 (Circle one) Yes No					
F. This exception is requested for the following reasons: <u>Lucid's Red Hills Plant and the line connected to the above captioned facility is experiencing high pressure issues. Operator requests authorization to intermittently flare gas at battery location while Lucid's system is down due for pressure/maintenance events.</u>						
OPERATOR		OIL CONSERVATION DIVISION				
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.		Approved Until 3/22/2021 (90 Days)				
Signature Jochan Valle		By John Garcia				
Printed Name & Kitle: Rachael Overbey; Dir. Ops Planning & Regulatory		Title Petroleum Specialist - A				
E-mail Address_ <u>roverbey@fmellc.com</u>		Date 12/22/2020				
Date 12/19/2020 Telephone No. 720-414-7868						
* Gas-Oil ratio test may be required to verify estimated gas volume.						

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720

District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170 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 Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 12745

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
FRANKLI	N MOUNTAIN ENERGY LLC	44 Cook Street	373910	12745	C-129
Suite 1000	Denver, CO80206				

OCD Reviewer	Condition
jagarcia	None