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 STALEY STATE BATTERY Name of Pool RED LAKE, GLORIETA-YESO NE
Location of Battery: Unit Letter J Section 30 Township 17S Range 28E
Number of wells producing into battery 14

B. Based upon oil production of 142 barrels per day, the estimated * volume of gas to be flared is 1020 MCF; Value $1387 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 5/8/2021 Telephone No. 432-664-7659

OIL CONSERVATION DIVISION

Approved Until May 20 - Aug. 18, 2021 (90 days)

By Kurt Simmons

Title NMOCD, Santa Fe

Date 05/20/21

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

API	Well Name	Well Number
30-015-31284	STALEY STATE	#001
30-015-31285	STALEY STATE	#002
30-015-34086	STALEY STATE	#003
30-015-36253	STALEY STATE	#007
30-015-36977	STALEY STATE	#008
30-015-36564	STALEY STATE	#009
30-015-38511	STALEY STATE	#015
30-015-40338	STALEY STATE	#016
30-015-40983	STALEY STATE	#020
30-015-40989	STALEY STATE	#021
30-015-41063	STALEY STATE	#022
30-015-41066	STALEY STATE	#025
30-015-42725	STALEY STATE	#028
30-015-42726	STALEY STATE	#029

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
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
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
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

CONDITIONS

Action 28829

CONDITIONS OF APPROVAL

Operator:	OGRID:	Action Number:	Action Type:
CONTANGO RESOURCES, INC. 717 Texas Ave. Suite 2900 Houston, TX77002	330447	28829	C-129

OCD Reviewer	Condition
ksimmons	None