Rec'd 06/08/2020 - NMOCD

Title Specialist, Santa Fe

Date 06/08/2020

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 Murchison Oil and Gas, LLC whose address is 7250 Dallas Parkway, Ste. 1400, Plano, TX 75024 hereby requests an exception to Rule 19.15.18.12 for 90 days beginning 06/20/2020 or until **September 18, 2020** for the following described tank battery (or LACT): Name of Lease Polar Bear State Com 1 (30-015-32535) Name of Pool Anderson; Wolfcamp, North Location of Battery: Unit Letter E Section 1 Township 17S Range 28E Number of wells producing into battery <u>1</u> Based upon oil production of _______ barrels per day, the estimated * volume B. of gas to be flared is 19 MCF; Value \$10 C. Name and location of nearest gas gathering facility: DCP Midstream, Artesia Processing Plant, Eddy County, NM Distance Estimated cost of connection D. 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) This exception is requested for the following reasons: Flaring is needed for safety purposes and/or short F. term unplanned operational needs. Well shut in at this time may damage formation and reduce future production. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Approved Until June 18-Sept. 20, 2020 (90 days) Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature **Bv** Kurt Simmons

& Title Gary R. Cooper, Vice President Operations

E-mail Address rcooper@jdmii.com

Date 06/8/20 Telephone No. 972-931-0700

Printed Name

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