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 I

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 150 days or until June, 5______, Yr 2013, for the following described tank battery (or LACT): Name of Lease MC State Name of Pool Red Lake; Queen-Grayburg-SA Location of Battery: Unit Letter J Section 23 Township 17S Range 28E Number of wells producing into battery __4____ Based upon oil production of 140 barrels per day, the estimated * volume B. of gas to be flared is 500 MCF; Value per day. C. Name and location of nearest gas gathering facility: DCP Distance Estimated cost of connection D. This exception is requested for the following reasons: E. Acid gas problems at Plant **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 Approved Until is true and complete to the best of my knowledge and belief. Signature Printed Name & Title Brian Maiorino, Regulatory Analyst Date E-mail Address bmaiorino@concho.com Telephone No. 432-221-0467 Date 2/05/13

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