District I 1625 N. French Dr., Hobbs, NM 88240 District II
1301 W. Grand Avenue, Artesia, NM 88210

District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV

1220 S. St. Francis Dr., Santa Pe. 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 No.

Form C-129

Revised June 10, 2003

Submit 3 Copies to appropriate District Office

No. 2035

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129) 30-015-36602 Applicant Cimarex Energy Co. of Colorado A. whose address is 5215 N. O'Connor Blvd ste 1500; Irving, TX 75039 hereby requests an exception to Rule 306 for 30 days or until , Yr 2009 , for the following described tank battery (or LACT): Name of Lease Marquardt Federal 8 Name of Pool Black River; Delaware South Location of Battery: Unit Letter M Section 1 Township 25S Range 26E Number of wells producing into battery 1 Based upon oil production of _____ll ___barrels per day, the estimated * volume В. of gas to be flared is _____ a ____ MCF; Value _____ per day. Name and location of nearest gas gathering facility: Ċ. Hunter Gas Gathering, Inc. Distance Estimated cost of connection D. This exception is requested for the following reasons:

Hunter gas pipeline and treatment facility E. underway: expect completion in July 2009. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Approved Until JUL 1 7 2009 Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief. Signature Zena Printed Name Title & Title Zeno Farris, Manager Operations Administration JUN 17 2009 Date E-mail Address zfarris@cimarex.com

972-443-6489

6/10/09

Date

Telephone No._ Gas-Oil ratio test may be required to verify estimated gas volume.