

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 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: Enduring Resources IV LLC

whose address is: 200 Energy Court Farmington NM 87401,

hereby requests an exception to Rule 19.15.18. until 8/15/19, for the following described tank battery (or LACT):

Name of Lease: CHACO 2408-32P #114H API-30-045-35441 name of Pool: Nageezi Gallup

Location of Battery: Unit Letter P _____ Section 32 Township 24N Range 8W

Number of wells producing into battery 2

B. Based upon oil production of 15 barrels per day, the estimated volume

of gas to be flared is 150 MCF/D; Value: \$396 per day.

C. Name and location of nearest gas gathering facility:

Harvest Midstream, Sec 32, T24N, R08W

D. Distance _____ BUILT _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Flare Extension

Enduring Resources IV LLC requests authorization to flare the CHACO 2408-32P #114H, if a potential cross flow event may occur as a result of a nearby Frac activity on State 2408 32A Com #1H (API 30-045-35911), State 2408 32A Com #2H (API 30-045-35912) & State 2408 32A Com #3H (API 30-045-35913) operated by Logos. If a cross flow event on the well results in nitrogen content, flaring may begin as soon as 7/15/2019, given approval. A gas sample will be collected upon the confirmation of the cross flow and sent to a third party for results of the gas analysis and will be submitted upon receipt.

<p>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.</p> <p>Signature <u>Lacey Granillo</u></p> <p>Printed Name & Title <u>Lacey Granillo Permit Specialist</u></p> <p>E-mail Address <u>lgranillo@enduringresources.com</u></p> <p>Date <u>7/1/19</u> Telephone No. <u>505-636-9743</u></p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved Until <u>8/15/19</u></p> <p>By <u>[Signature]</u></p> <p>Title <u>SUPERVISOR DISTRICT #3</u></p> <p>Date <u>7/15/19</u></p>
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* Gas-Oil ratio test may be required to verify estimated gas volume.

NMOC
JUL 01 2019
DISTRICT III

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