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

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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 ___Murchison Oil & Gas, Inc._____ ,

whose address is ___7250 Dallas Parkway, Ste. 1400, Plano, TX 75024_____ ,

hereby requests an exception to Rule 19.15.18.12 for _____ days or until __October 9__ ,

_____, Yr __2016_____, for the following described tank battery (or LACT):

Name of Lease __Jackson Unit 18H (30-025-40974)__ Name of Pool __Triple X; Bone Spring__

Location of Battery: Unit Letter __M__ Section __21__ Township __24S__ Range __33E__ ✓

Number of wells producing into battery _____1_____

B. Based upon oil production of _____70_____ barrels per day, the estimated * volume

of gas to be flared is _____64_____ MCF; Value _____$102_____ per day.

C. Name and location of nearest gas gathering facility:

__Frac Cat Compressor Station, Lea County, NM__

D. Distance _____Estimated cost of connection _____

E. This exception is requested for the following reasons: __Intermittent curtailment by Agave due to compressor maintenance. Well shut in at this time may damage formation and reduce future production.__

_____

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 is true and complete to the best of my knowledge and belief.	Approved Until __10/9/2016__
Signature _____	By __Mary Brown__
Printed Name & Title __Gary Cooper, Vice President Operations__	Title __Dist Supervisor__
Email Address __rcooper@jdmii.com__	Date __7/11/2016__
Date 7/11/16 Telephone No. 972-931-0700	

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