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

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

1220 S. St. Francis Dr., Santa Fe, NM 87505 NFO Permit No. ____

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.1 (See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC) Applicant Fasken Oil and Ranch Ltd. A. whose address is 6101 Holiday Hill Road, Midland TX, 79707 hereby requests an exception to Rule 19.15.18.12 for 90 days or until July 11 , Yr 2018 , for the following described tank battery (or LACT): Name of Lease Laguna "16" State #1 Name of Pool Wildcat (Morrow) Location of Battery: Unit Letter P Section 16 Township 20S Range 32E Number of wells producing into battery __1_ (API 30-025-36437) Based upon oil production of ______ barrels per day, the estimated * volume В. of gas to be flared is MCF; Value 150 MCFPD per day. C. Name and location of nearest gas gathering facility: Frontier Field Services Distance _____ Estimated cost of connection _____ D. This exception is requested for the following reasons: Fasken is requesting a flare permit that started April 13, E. 2018. Frontier shut us in and was supposed to last less than 24 hours and was brought to my attention, it flared for 48 hours. Frontier has plant maintenance that will cause us to be shut in again April 23-30, 2018 and again May 7-21, 2018, so we want to go ahead and request 90-day flare to cover all of this. OIL CONSERVATION DIVISION **OPERATOR** 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 & Title Addison Long, Regulatory Analyst Date E-mail Address addisong@forl.com Telephone No. 432-687-1777 Date 4/20/18

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