

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 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 June 10, 2003

Submit 3 Copies to appropriate
District Office

NFO Permit No. I-933-C
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

A. Applicant COG OPERATING LLC,

whose address is 550 W. Texas, Suite 1300 Midland, TX 79701,

hereby requests an exception to Rule 306 for 365 days or until

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

Name of Lease Elliott 31 Federal #6 Name of Pool Dollarhide Tubb Drinkard

Location of Battery: Unit Letter D Section 31 Township 24S Range 38E

Number of wells producing into battery 2 30-025-24184
30-025-24097

B. Based upon oil production of 3 barrels per day, the estimated * volume
of gas to be flared is TSTM MCF; Value per day.

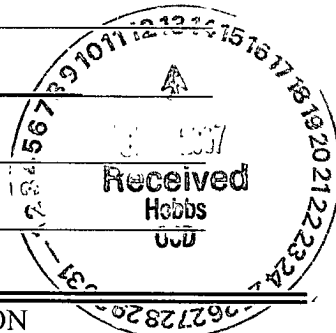
C. Name and location of nearest gas gathering facility:

Conoco Maljamar Gas Plant ?

D. Distance Estimated cost of connection There is no charge to connect the gas.

E. This exception is requested for the following reasons:

The gas from this well is too small to measure.



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.

Signature Phyllis Edwards

Printed Name
& Title Phyllis Edwards Regulatory Analyst

E-mail Address pedwards@conchoresources.com

Date 7-11-07 Telephone No. 432-685-4340

OIL CONSERVATION DIVISION

Approved Until 7/17/08

By Mary W. Wink

Title OC FIELD REPRESENTATIVE II/STAFF MANAGER

Date JUL 17 2007

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