<u>District I</u> 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 May 13, 2020

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.	ApplicantFOG RESOURCES, INC	,				
	whose address is P.O. BOX 2267 MIDLAND, TX 79702					
	hereby requests an exception to Rule 19.15.18.12 for					
	Name of Lease DILLON 31	LON 31Name of Pool _ RED HILLS UPPER BONE SPRING				
	Location of Battery: Unit Letter O	Section 31 Township 24S Range 34E				
	Number of wells producing into battery 3					
B.	Based upon oil production of	barrels per day, the estimated * volume				
	of gas to be flared isEST 150MCF; Valueper day.					
C.	Name and location of nearest gas gathering facility:					
	DILLON 31 H CTB FL 60387024					
D.	DistanceEstimated cost of connection					
E.	This exception is requested for the following reasons: Due to Mid-Stream volatility all gas will be DILLON 31 1H 3002541308 metered and recorded prior to flaring DILLON 31 2H 3002541309 DILLON 31 3H 3002541310					
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.		April 25, July 24, 2021 (90 days)				
Signature Kristina Agee		Kurt Simmons By				
Printed Name & Title Kristina Agee		TitleNMOCD, Santa Fe				
E-mail Addres	sskristina_agee@eogresources.com	Date				
Date 4/19/2	2021 Telephone No. 432-686-6996					

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

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 24524

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
EOG RESOURCES INC	P.O. Box 2267	Midland, TX79702	7377	24524	C-129

OCD Reviewer	Condition
ksimmons	None