

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 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. Applicant Contango Resources, Inc.,  
whose address is 717 Texas Ave. Suite 2900 Houston, TX 77002,  
hereby requests an exception to Rule 19.15.18.12 for 90 Days (Starting 5/26/2021) days or until  
8/23, Yr 2021, for the following described tank battery (or LACT):  
Name of Lease AID 24 STATE 9 BATT Name of Pool EMPIRE; GLORIETA-YESO  
Location of Battery: Unit Letter N Section 24 Township 17S Range 28E  
Number of wells producing into battery 8
- B. Based upon oil production of 341 barrels per day, the estimated \* volume  
of gas to be flared is 100 MCF; Value \$136 per day.
- C. Name and location of nearest gas gathering facility:  
FRONTIER EMPIRE ABO GAS PLANT
- D. Distance N/A Estimated cost of connection N/A
- E. This exception is requested for the following reasons: Curtailments for repairs at  
Frontier Empire Abo Gas Plant

|                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |                                                                                                                                                                                                       |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p><b>OPERATOR</b><br/>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>Carie Stoker</u></p> <p>Printed Name<br/>&amp; Title <u>Carie Stoker Regulatory Affairs Coordinator</u></p> <p>E-mail Address <u>carie@stokeroilfield.com</u></p> <p>Date <u>5/8/2021</u> Telephone No. <u>432-664-7659</u></p> | <p><b>OIL CONSERVATION DIVISION</b></p> <p>Approved Until <u>May 26 - Aug. 24, 2021 (90 days)</u></p> <p>By <u>Kurt Simmons</u></p> <p>Title <u>NMOCD, Santa Fe</u></p> <p>Date <u>05/18/2021</u></p> |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

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

| <u>API</u>   | <u>Well Name</u> | <u>Well Number</u> |
|--------------|------------------|--------------------|
| 30-015-38187 | AID 24 STATE     | #007               |
| 30-015-38188 | AID 24 STATE     | #009               |
| 30-015-38190 | AID 24 STATE     | #011               |
| 30-015-38192 | AID 24 STATE     | #014               |
| 30-015-40049 | AID 24 STATE     | #019               |
| 30-015-41081 | AID 24 STATE     | #025               |
| 30-015-41068 | AID 24 STATE     | #026               |
| 30-015-41082 | AID 24 STATE     | #027               |

**District I**

1625 N. French Dr., Hobbs, NM 88240  
Phone:(575) 393-6161 Fax:(575) 393-0720

**District II**

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

**District IV**

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 28505

**CONDITIONS OF APPROVAL**

|                                                                        |        |                |              |
|------------------------------------------------------------------------|--------|----------------|--------------|
| Operator:                                                              | OGRID: | Action Number: | Action Type: |
| CONTANGO RESOURCES, INC. 717 Texas Ave.<br>Suite 2900 Houston, TX77002 | 330447 | 28505          | C-129        |

|              |           |
|--------------|-----------|
| OCD Reviewer | Condition |
| ksimmons     | None      |