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 Revised August 1, 2011
Submit one copy to appropriate

Form C-129

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) Applicant Murchison Oil and Gas, LLC Α. whose address is 7250 Dallas Parkway, Ste. 1400 Plano, TX 75024 hereby requests an exception to Rule 19.15.18.12 for 90 days beginning 06/1/2020 for the following described tank battery (or LACT): Name of Lease Vandiver Fee 1H (30-015-40589) Name of Pool Empire; Glorieta-Yeso Location of Battery: Unit Letter E Section 17 Township 18S Range 26E Number of wells producing into battery 1 Based upon oil production of 20 barrels per day, the estimated * volume B. of gas to be flared is 133 MCF; Value \$85 per day. C. Name and location of nearest gas gathering facility: Lucid Dagger Draw System D. Distance Estimated cost of connection This exception is requested for the following reasons: Intermittent compressor failure resulting in pressure E. spike which can damage equipment. Well shut in at this time may damage formation and reduce future production. 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. DENIED: Re-apply using new form Signature effective 05/13/2020. By Printed Name & Title Gary Cooper, Vice President Operations Date Email Address rcooper@idmii.com Date 05/19/2020 Telephone No. 972-931-0700

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