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 OCD-ARTESIA

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 REC'D: 8/18/2020^{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 Murchison Oil and Gas, LLC ,		
whose address is _7250 Dallas Parkway, Ste. 1400, Plano, TX 75024			
	hereby requests an exception to Rule 19.15.18.12 for <u>90</u> days beginning 08/29/2020 or until <u>November 27, 2020</u> for the following described tank battery (or LACT): Name of Lease <u>Vandiver Fee 1H (30-015-40589)</u> Name of Pool <u>Empire; Glorieta-Yeso</u>		
	Location of Battery: Unit Letter E Se	ection <u>17</u> Township <u>18S</u> Range <u>26E</u>	
	Number of wells producing into battery1		
В.	Based upon oil production of20	barrels per day, the estimated * volume	
	of gas to be flared is150	_MCF; Value <u>\$180</u> per day.	
C.	Name and location of nearest gas gathering facility:		
	Lucid Dagger Draw System		
D.		ost of connection	
E.	This exception is requested for the following reasons: Flaring is needed for safety purposes and/or sh		
	term unplanned operational needs. Well shut in at this time may damage formation and reduce future production.		
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above		OIL CONSERVATION DIVISION	
		Approved Until11/29/2020	
is true and compl	lete to the best of my knowledge and belief.	/ Compression of the compression	
Signature		By Inglie Intermente	
Printed Name		Title BUSINESS OP. SPEC.	
& Title _Gary R. Cooper, Vice President Operations		0/40/2020	
E-mail Address rcooper@jdmii.com		Date 8/19/2020	
Date 08/18/20 Telephone No. 972-931-0700			

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