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 August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No.

(For Division Use Only)

	APPLICATION FOR EXCEPTION (See Rule 19.15.18.12 NMAC					
A.	Applicant _COG Operating LLC,					
	whose address is _One Concho Center, 600 West Illinois Avenue, Midland, TX 79707,					
	hereby requests an exception to Rule 19.15.1	8.12 for	365	120	days or until	
	October 2, Yr _2013_, for the following described tank battery (or LACT):					
	Name of Lease _Kool Aid State Battery Name of Pool Empire; Glorieta, Yeso					
	Location of Battery: Unit Letter BSection 24_Township 17S_Range 28E					
	Number of wells producing into battery24					
В.	Based upon oil production of510barrels per day, the estimated * volume					
	of gas to be flared is1000MCF; Valueper day.					
C.	Name and location of nearest gas gathering fa	acility:				
	Frontier					
D.	DistanceEstimated cost of connection					
E.	E. This exception is requested for the following reasons:					
Frontier currently is unable to accept all gas from the battery. As much					sible will be	
	_sold while flaring the excess. COG is currently looking into a second purchaser to sell the excess_					
	gas to					
		,				
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.		OIL CONSER Approved Unt		^ 6 <i>!</i>	2013	
Signature R - R		By AN	1000	le		
Printed Name & Title _Brian Maiorino, Regulatory Analyst		Title DIST # SUPERVISOR				
E-mail Add	ress_bmaiorino@concho.com	Date 10/03/2012				
Date 10/02/12 Telephone No. 432-221-0467						

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