<u>District 1</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

Revised August 1, 2011

Form C-129

Submit one copy to appropriate District Office

NFO Permit No. (For Division Use Only)

30-015-

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)

А	Applicant _COG Operating LLC
71.	whose address is _One Concho Center, 600 West Illinois Avenue, Midland, TX 79707,
	hereby requests an exception to Rule 19.15.18.12 for
Printed Name by Trinted Name Trinted Name Tritle Bride E-mail Addr	October 2, Yr _2013_, for the following described tank battery (or LACT):
	Name of Lease _Kool Aid State Battery Name of PoolEmpire; Glorieta, Yeso
	Location of Battery: Unit LetterBSection _24 _ Township _17SRange _28E
	Number of wells producing into battery24
B.	Based upon oil production of510 barrels per day, the estimated * volume
	of gas to be flared is1000MCF; Valueper day.
C.	Name and location of nearest gas gathering facility:
	Frontier
D.	DistanceEstimated cost of connection
E.	This exception is requested for the following reasons:
	Frontier currently is unable to accept all gas from the battery. As much gas as possible will be
	_sold while flaring the excess. COG is currently looking into a second purchaser to sell the excess
	gas to.
ODER ATOR	OIL CONSERVATION DIVISION
hereby certify Division have be	that the rules and regulations of the Oil Conservation complied with and that the information given above lete to the best of my knowledge and belief. OIL CONSERVATION DIVISION Approved Until April 13 2013
Signature	Si Di By La Dode
Printed Name & Title _Bria	n Maiorino, Regulatory Analyst Title D5+# Sypew(50)
E-mail Addre	ess_bmaiorino@concho.comDate 10/03/2012
Date 10/02/1	2 Telephone No. 432-221-0467

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