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 TO NO-FLARE RULE 19.15.18.12

| | (See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC) 30-015-39025 |
|---------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| A. | Applicant Cimarex Energy Co. of Colorado 30 - 015 - 40054 |
| | whose address is 600 N. Marienfeld St., Suite 600; Midland, Tx 79701, |
| | hereby requests an exception to Rule 19.15.18.12 for 30 days days or until |
| • | January 6, , Yr 2013, for the following described tank battery (or LACT): |
| | Name of Lease <u>Crescent Hale 12 Federal</u> Name of Pool <u>Benson; Bone Spring</u> |
| | Location of Battery: Unit Letter D Section 12 Township 19S Range 30E |
| | Number of wells producing into battery 2 |
| В. | Based upon oil production of 600 barrels per day, the estimated * volume |
| | of gas to be flared is 1000 MCF; Value \$3500 per day. |
| C. | Name and location of nearest gas gathering facility: |
| • | |
| D. | DistanceEstimated cost of connection |
| E. | This exception is requested for the following reasons:DCP pipeline to Linam Ranch |
| | plant has leak. |
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| OPERATO | y that the rules and regulations of the Oil Conservation |
| I hereby certif Division have | |
| I hereby certif Division have | y that the rules and regulations of the Oil Conservation been complied with and that the information given above applete to the best of my knowledge and belief. Approved Until 1 - 2013 |
| I hereby certif Division have is true and cor Signature Printed Nar | y that the rules and regulations of the Oil Conservation been complied with and that the information given above applete to the best of my knowledge and belief. By Trate OST The Source of the Oil Conservation above approved Until Con II - 2013 By Trate OST The Source of the Oil Conservation above approved Until Con II - 2013 |
| I hereby certif Division have is true and cor Signature | the the rules and regulations of the Oil Conservation been complied with and that the information given above applete to the best of my knowledge and belief. By Title 1ST Ti |

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