District I
1625 N. French Dr., Hobbs, NM 88245 CEIVEDING
District II
811 S. First St., Artesia, NM 88210
District III

JAN 16 2013

1220 S. St. Francis Dr., Santa Fe, NM-87509 ARTESIA

1000 Rio Brazos Road, Aztec, NM 87410

District IV

State of New Mexico
CEIVED Argy 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

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 Cimarex Energy Co. of Colorado A. 39106 whose address is 600 N Marienfeld St, Suite 600, Midland, TX 79701 39085 39107 hereby requests an exception to Rule 19.15.18.12 for 120 days or until May 14, 2013 39086 for the following described tank battery (or LACT): Name of Lease Texas 32 Fee Name of Pool Penasco Draw; SA-Yeso (Assoc) Location of Battery: Unit Letter D Section 32 Township 18S Range 26E . Number of wells producing into battery 8 В. Based upon oil production of barrels per day, the estimated * volume of gas to be flared is 299 MCF; Value \$598.00 per day. C. Name and location of nearest gas gathering facility: DCP* Distance Estimated cost of connection D. This exception is requested for the following reasons: DCP plant down for repairs. Anticipate 9 E. months of flaring 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. Signature // Printed Name U Dewis 57 Title & Title Michelle Chappell, Regulatory Technician Date E-mail Address mchappell@cimarex.com

01/15/2013

Telephone No. 432-620-1959

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