District I 1625 N. French Dr., Hobbs, NM 88240 RECEIVED District II

State of New Mexico Minerals and Natural Resources

Form C-129

Revised August 1, 2011

811 S. First St., Artesia, NM 88210 District III

JAN **16** 2013

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

Submit one copy to appropriate District Office

1000 Rio Brazos Road, Aztec, NM 87410 NMOCD ARTESIA District IV 1220 S. St. Francis Dr., Santa Fe, NM

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) 30-015-390 39081 A. Applicant Cimarex Energy Co. of Colorado whose address is 600 N Marienfeld St, Suite 600, Midland, TX 79701 39108 39080 39109 hereby requests an exception to Rule 19.15.18.12 for 120 days or until May 14, 2013 for the following described tank battery (or LACT): Name of Lease Oklahoma 32 Fee Name of Pool Penasco Draw; SA-Yeso (Assoc) Location of Battery: Unit Letter B Section 32 Township 18S Range 26E. Based upon oil production of 376 barrels per day, the estimated * volume B. of gas to be flared is 600 MCF; Value \$1,200.00 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 **OPERATOR** OIL CONSERVATION DIVISION I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above May Approved Until is true and complete to the best of my knowledge and belief. Signature 7 Printed Name Dew Soz Title & Title Michelle Chappell, Regulatory Technician Date , E-mail Address mchappell@cimarex.com Telephone No. 432-620-1959 01/15/2013

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