

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)

- A. Applicant COG Operating LLC,
whose address is One Concho Center, 600 West Illinois Avenue, Midland, TX 79701,
hereby requests an exception to Rule 19.15.18.12 for 150 days or until
June, 5, Yr 2013, for the following described tank battery (or LACT):
Name of Lease MC State Name of Pool Red Lake; Queen-Grayburg-SA
Location of Battery: Unit Letter J Section 23 Township 17S Range 28E
Number of wells producing into battery 4
- B. Based upon oil production of 140 barrels per day, the estimated * volume
of gas to be flared is 500 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
DCP
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: _____
Acid gas problems at Plant

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.

Signature B. Maiorino

Printed Name
& Title Brian Maiorino, Regulatory Analyst

E-mail Address bmaiorino@concho.com

Date 2/05/13 Telephone No. 432-221-0467

OIL CONSERVATION DIVISION

Approved Until June 15th 2013

By B. Maiorino

Title DIST. H. SPEWISOT

Date FEB 5th 2013

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

Battery Name *Mc State 5*

| Well # | API Number |
|--------|--------------|
| 1 | 30-015-25118 |
| 3 | 30-015-39367 |
| 4 | 30-015-39368 |
| 5 | 30-015-39369 |