Submit 1 Copy To Appropriate District Office	State of New Mexico		Form C-103	
District 1 - (575) 393-6161 2	Energy, Minerals and Natural Resources		Revised August 1, 2011 WELL API NO.	
1625 N. French Dr., Hobbs, NM 88240 <u>District II</u> – (575) 748-1283 :			30-015-40030	
811 S. First St., Artesia, NM 88210	OIL CONSERVATION DIVISION		5. Indicate Type of Lease	
District III (505) 334-6178 i 1000 Rio Brazos Rd., Aztec, NM 87410	1220 South St. Francis Dr.		STATE FEE	
District IV - (505) 476-3460 1220 S. St. Francis Dr., Santa Fe, NM 87505	Santa Fe, NM 87505	1	6. State Oil & Gas Lease No.	
SUNDRY NOTICES AND REPORTS ON WELLS			7. Lease Name or Unit Agreement Name	
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)			Southern Union 30 G State	
1. Type of Well: Oil Well Gas Well Other		8. Well Number 1		
2. Name of Operator LRE Operating, LLC		9. OGRID Number 281994		
3. Address of Operator 1111 Bagby Street Suite 4600, Houston, TX 77002			10. Pool name or Wildcat Red Lake; Glorieta-Yeso NE	
4. Well Location				
Unit Letter G:	2310 feet from the North	_ line and		
Section 30	Township 17S Rang 11. Elevation (Show whether DR, RKB,		NMPM Eddy County	
A CONTRACTOR OF THE PARTY OF TH	3579' GL	RI, GR, etc.,		
12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data				
NOTICE OF INT	ENTION TO	SUB	SEQUENT REPORT OF:	
		MEDIAL WOR		
: : : : : : : : : : : : : : : : : : :		MENCE DRI	LLING OPNS. P AND A	
PULL OR ALTER CASING 🔲	MULTIPLE COMPL	SING/CEMEN	T JOB 🔲	
DOWNHOLE COMMINIGLE 🔲		1		
OTHER: Flaring Gas	⊠ lo⊤⊦	IED.		
			d give pertinent dates, including estimated date	
of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.				
74 76	•	į		
Requesting to flare due to Force Maje	ure maintenance event affecting the Fro	ntier's Empire	e Abo Gas Plant.	
Estimated Volume – 160 MCFPD				
Estimated Time 20 dais (intermitting)				
Estimated Time – 30 days (intermitting)				
Verbal approval given by Randy Dade w/ OCD on Feb 26, 2014.				
· !				
Spud Date:	Rig Release Date:			
		•		
I hereby certify that the information above is true and complete to the best of my knowledge and belief.				
and the same	and the second s	•		
SIGNATURE TITLE Production Supervisor DATE 02/27/2014				
Type or print name Michael Barrett E-mail address: mbarrett@limerockresources.com PHONE: 575-623-8424				
For State Use Only				
APPROVED BY: (1) (1) TITLE (1) 5 / CIPWIN DATE 27/19				
Conditions of Approval (if any):				
A Charles Man				
X) XV (T/1UVEG CV/7)				
		-, •		

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 October 15, 2009
Submit one copy to appropriate

Form C-129

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) Applicant <u>LRE Operating, LLC</u> A. whose address is 1111 Bagby Street, Suite 4600, Houston, TX 77002 hereby requests an exception to Rule 19.15.18.12 for ______ 30 days or until . Yr _____, for the following described tank battery (or LACT): Name of Lease Southern Union 30 G State Battery Name of Pool Red Lake; Glorieta-Yeso NE Location of Battery: Unit Letter G Section 30 Township 17S Range 28E Number of wells producing into battery ___2 В. Based upon oil production of <u>N/A</u> barrels per day, the estimated * volume of gas to be flared is 160 MCF; Value N/A per day. C. Name and location of nearest gas gathering facility: Frontier's Empire Abo Gas Plant ("Empire Abo") Distance N/A Estimated cost of connection N/A D. E. This exception is requested for the following reasons: Requesting to flare gas due Force Majeure maintenance event affecting Frontier's Empire Abo Empire Gas Plant. 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 lest of my knowledge and belief Signature M/ Printed Name Title & Title Michael Barrett - Production Supervisor Date E-mail Address <u>mbarrett@limerockresources.com</u> Date 02/27/2014 Telephone No. 575-623-8424

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

A See Attached COA'S

NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- 2. Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- 3. Flared volumes of gas are to be metered & reported.
- 4. Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- 5. Flares WILL NOT be left unattended.
- 6. No flaring operations to be conducted during red-flag days. http://www.gacc.nifc.gov/swcc (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- **8.** Permit may be rescinded at any time by NMOCD.
- **9.** If well is able to be connected to a gas gathering system, it will be done so as soon as possible.
- 10. Flaring of gas is prohibited. The State Forester grants an exception to the prohibition on open fires for the flaring of natural gas when the following conditions are met. Unless flaring is needed for safety purposes, flaring pursuant to this exception shall not be done on days that are "red flag days" as determined by the National Weather Service or on days when the sustained wind is in excess of 25 miles per hour in the area.
- 11.1. The day is not a "red flag day" as determined by the National Weather Service and the sustained wind is not in excess of 25 miles per hour in the area.

- 12.2. The local fire department and county dispatch are notified at least 24 hours in advance of anticipated releases that will result in flaring. If flaring is done by an automated system then the schedule of flaring shall be provided to the local fire department and county dispatch. The area is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of one and one half times the height of the stack.
- 13.3. At least one adult is on site with communications equipment adequate to reach county dispatch and the local fire department in the event of a fire. The individual should also be equipped with a shovel and a water backpack pump or other equipment to deliver water to suppress a fire.
- 14.4. If flaring is to take place at an unmanned facility, then the area around the flare stack is mowed and maintained at a length not to exceed 4 inches and all other flammable products or debris shall be cleared in the area for a distance of three times the height of the stack.

Your initials here $\frac{1}{2}\frac{1}{2}$

State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



March 19, 2013

FOR IMMEDIATE RELEASE

Contact: Jim Winchester (505)231-8800 E-Mail: jim.winchester@state.nm.us

Notice to Oil and Gas Facilities and Operators Flaring Gas in New Mexico

SANTA FE, NM – The Oil Conservation Division (OCD) encourages all oil and gas facilities with flare stacks and well operators that are flaring gas to upgrade their *Fire Awareness Programs* this year. New Mexico State Forestry reports that 460 fires have burned 25,475 acres on state and private land in calendar year 2012.

Forecasts remain dismal this spring with fewer chances for normal precipitation, particularly in southwestern New Mexico and southeastern Arizona. Temperatures could also be higher than normal.

Open flames and gas flares should be monitored carefully and oil and gas operators should create a defensible space to help prevent wildfires. Defensible Space is the area around a structure where combustible vegetation that can spread fire has been cleared, reduced or replaced. This space acts as a barrier between a structure and an advancing wildfire.

During the course of the upcoming fire season, it may become necessary for New Mexico State Forestry to issue fire restriction on State and private land. Log on to www.nmforestry.com for updates or call your local district office.

New Mexico State Forestry offers the following guidelines for establishing effective defensible space:

- Create a "Lean, Clean and Green" firebreak area by removing flammable vegetation and growth within 30 feet of each structure. Single trees and shrubs may be retained if they are well spaced, pruned and placed so they avoid the spread of fire. Maintain an irrigation system for any vegetation near structures.
- Keep grass and weeds mowed.
- Prune lower tree limbs to at least 6 feet up to 15 feet (or lower 1/3 of branches on smaller trees).
- Remove vegetation and debris around propane tanks.

For the latest fire weather information please visit USDA Forest Service website: http://activefiremaps.fs.fed.us/current.php

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The Energy, Minerals and Natural Resources Department provides resource protection and renewable energy resource development services to the public and other state agencies.