NM OIL CONSERVATION

ARTESIA DISTRICT

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

NOV **2 0** 2017 Form C-129 Revised August 1, 2011

RECENTRIONE 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 EOGY Resources, Inc. | |
|---|--|
| whose address is 104 S. Fourth Street, Artesia, NM 88210 , | |
| hereby requests an exception to Rule 19.15.1 | 8.12 for days or until |
| , Yr, for the following described tank battery (or LACT): | |
| Name of Lease Anemone ANE Federal #5 Name of Pool Bone Spring | |
| Location of Battery: Unit Letter A Section 9 Township 22S Range 24E | |
| Number of wells producing into battery 1 well, API #30-015-31323 | |
| B. Based upon oil production of barrels per day, the estimated * volume | |
| of gas to be flared is 139 +/- Daily Mo | CF; Valueper day. |
| C. Name and location of nearest gas gathering facility: | |
| D. DistanceEstimated c | ost of connection |
| E. This exception is requested for the following reasons: Requesting permission to flare due to abnormal | |
| system pressures in Agave lines. The possibility of flare will not be consistent; therefore, the volume above | |
| can easily fluctuate. | |
| | |
| 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. | OIL CONSERVATION DIVISION Appr |
| Signature Chair ce Corales | ACCEPTED FOR By RECORD Ti N.M.O.C.D. Com |
| Printed Name & Title Miriam Morales, Asst. Production Accounting | Date 11/20/17 |
| E-mail Address Miriam Morales@eogresources.com | Date 11 20 17 |
| Date: November 20, 2017 Telephone No: 575-748-4200 | |

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