

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

Form C-129
Revised June 10, 2003
Submit 3 Copies to appropriate
District Office

NFO Permit No. _____
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

30-015-34438

- A. Applicant COG Operating LLC,
whose address is 550 W Texas Avenue, Suite 1300, Midland, TX 79701,
hereby requests an exception to Rule 306 for _____ days or until
September, Yr 2008, for the following described tank battery (or LACT):
Name of Lease USP Fee #2 Name of Pool Harroun Ranch; Delaware, NE (Oil 96878)
Location of Battery: Unit Letter D Section 16 Township 23S Range 29E
Number of wells producing into battery 1
- B. Based upon oil production of 120 barrels per day, the estimated * volume
of gas to be flared is 51 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
DCP Midstream - 260 Potash Mine Rd
- D. Distance 320' Estimated cost of connection \$380,000.00
- E. This exception is requested for the following reasons: _____
We would have to build our pipeline. Then we would have to put 15' of dirt over the pipeline to
build our right of way. Right now it would be an economical hardship to have this built.

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 Kanicia Carrillo

Printed Name

& Title Kanicia Carrillo, Regulatory Analyst

E-mail Address kcarrillo@conchoresources.com

Date 09/19/07 Telephone No. 432-685-4332

OIL CONSERVATION DIVISION

Approved Until 4/24/2008

By _____

Signed By Mike Brennan

Title _____

Field Supervisor

Date OCT 24 2007

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