No. 1758 P. 2

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 IY
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

NFO Permit No.

Form C-129 Revised June 10, 2003

(For Division Use Only)

Submit 3 Copies to appropriate

2 - 9 District Office

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129) 30-015-36602 Applicant Cimarex Energy Co. of Colorado Á. whose address is 5215 N. O'Connor Blvd ste 1500; Irving, TX 75039 hereby requests an exception to Rule 306 for _______30_____ days or until , Yr 2009____, for the following described tank battery (or LACT): Name of Lease Marquardt Federal 8 Name of Pool Black River; Delaware South Location of Battery: Unit Letter M Section 1 Township 25S Range 26E Number of wells producing into battery 1 Based upon oil production of 26 barrels per day, the estimated * volume B. of gas to be flared is 10 MCF; Value per day. Name and location of nearest gas gathering facility: C. Hunter Gas Gathering Distance Estimated cost of connection D. This exception is requested for the following reasons: Waiting for Hunter gas right of way E. construction. OIL CONSERVATION DIVISION OPERATOR I hereby certify that the rules and regulations of the Oil Conservation APR 0 4 2009 Division have been complied with and that the information given above Approved Until is true and complete to the best of my knowledge and belief. Signature Zono Fam Printed Name Title & Title Zeno Farris, Manager Operations Administration MAR 0 4 2009 Date E-mail Address zfarris@cimarex.com 972-443-6489 Telephone No.

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