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 For

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-129 Revised May 13, 2020

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 <u>Murchison Oil and Gas, LLC</u>

whose address is <u>7250 Dallas Parkway, Ste. 1400, Plano, TX 75024</u>

hereby requests an exception to Rule 19.15.18.12 for 90 days beginning 06/1/2020 or until

September 1, 2020 for the following described tank battery (or LACT):

Name of Lease Vandiver Fee 1H (30-015-40589) Name of Pool Empire; Glorieta-Yeso

Location of Battery: Unit Letter <u>E</u> Section <u>17</u> Township <u>18S</u> Range <u>26E</u>

Number of wells producing into battery \_\_\_\_1\_\_\_\_

- B. Based upon oil production of <u>20</u> barrels per day, the estimated \* volume
  - of gas to be flared is <u>133</u> MCF; Value <u>\$85</u> per day.

C. Name and location of nearest gas gathering facility:

Lucid Dagger Draw System

D. Distance Estimated cost of connection

- E. Confirmed compliance with conditions required by New Mexico State Forestry's issuance of Order 2020-01 SMOKING, FIREWORK, CAMPFIRE, AND OPEN FIRE RESTRICTIONS FOR NEW MEXICO issued May 13, 2020 (Circle one) Yes No
- F. This exception is requested for the following reasons: <u>Flaring is needed for safety purposes and/or short</u> <u>term unplanned operational needs</u>. Well shut in at this time may damage formation and reduce future <u>production</u>.

OPERATOR	OIL CONSERVATION DIVISION
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.	August 29, 2020 (90 days)
Signature	By Kurt Simmons
Printed Name & Title <u>Gary R. Cooper, Vice President Operations</u>	Title Specialist, Santa Fe NMOCD
E-mail Address <u>rcooper@jdmii.com</u>	Date
Date 05/20/20 Telephone No 972-931-0700	

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