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 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New MexicoRec'd 11/13/2020 - NMOCD Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Revised May 13, 2020

Submit one copy to appropriate District Office

NFO Permit No.

(For Division Use Only)

Form C-129

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 Murchison Oil and Gas, LLC whose address is 7250 Dallas Parkway, Ste. 1400, Plano, TX 75024 hereby requests an exception to Rule 19.15.18.12 for 90 days beginning 11/29/2020 or until <u>02/27/2021</u> 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 E Section 17 Township 18S Range 26E Number of wells producing into battery 1 Based upon oil production of 16 barrels per day, the estimated * volume B. of gas to be flared is 84 MCF; Value \$125 C. Name and location of nearest gas gathering facility: Lucid Dagger Draw System D. Distance Estimated cost of connection E. This exception is requested for the following reasons: Flaring is needed for safety purposes and/or short term unplanned operational needs. Well shut in at this time may damage formation and reduce future production.

OPERATOR	OIL CONSERVATION DIVISION
I hereby certify that the rules and regulations of the Oil Conservation	Nov. 29-Feb. 27, 2021 (90 days)
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 Cindy Cattlell	Kurt Simmons By
Printed Name	Title NMOCD, Santa Fe
& Title Cindy Cottrell, Regulatory Coordinator	Title NMOCD, Santa Fe
E-mail Address ccottrell@jdmii.com	Date 11/13/2020

Date 11/13/20 Telephone No. 972-931-0700

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