District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III

State of New Mexico Minerals and Natural Resources

Form C-129 Revised August 1, 2011

l Conservation Division 20 South St. Francis Dr. Santa Fe, NM 87505 MAY 08 2012

Submit one copy to appropriate District Office

1000 Rio Brazos Road, Aztec, NM 87410 1220 S. St. Francis Dr , Santa Fe, NM

NMOCD ARTESIA

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.	A. Applicant COG production LLC whose address is 2208 West Main Street, Artesia, NM 88210			
	hereby requests an exception to Rule 19.15.1	8.12 for	0-45	days or until
	, Yr, for the following described tank battery (or LACT 30-015-37000 Name of Lease <u>Loving Falcon 28 #1H</u> Name of Pool <u>Culebra Bluff; Bone Spring</u>			
	Location of Battery: Unit Letter H	_Section		3S_Range <u>28E</u>
	Number of wells producing into battery	1		
B.	Based upon oil production of0		barrels per day, the e	estimated * volume
	of gas to be flared is0-600	MCF; Value	0	per day.
C.	C. Name and location of nearest gas gathering facility:			
Southernunion				
D.	Distance 1 Mile Estimated cost of connection \$100,000.00			
E.	This exception is requested for the following reasons: _Waiting on pipeline to be constructed			
OPERATOR	that the rules and regulations of the Oil Conservation	OIL CONS	ERVATION DIVIS	_
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.		Approved U	1 .	- 2012
Signature Printed Name	Matr Lago	By A	'lDado	
& Title Mayte Reyes, Regulatory Analyst E-mail		Title DIST & Syservisor		
	nreyes1@concho.com	Date May 8 14 - 2012		
Date5/8	8/2012 Telephone No. 575-748-6945		COP: See	AHAChment -

1.50

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

NEW MEXICO OIL CONSERVATION DIVISION DISTRICT 2 OFFICE 811 SOUTH FIRST STREET ARTESIA, NM 88210 (575)748-1283

CONDITIONS OF APPROVAL for FLARING or VENTING GAS

- 1. Venting gas is absolutely not allowed.
- **2.** Prior to flaring gas, C-129 must be filed & approved. Blanket approval cannot be given for this operation.
- 3. Flared volumes of gas are to be metered & reported.
- **4.** Flares WILL be manned at all times. Brush should be cut down to 1 or 2 inches around flare stack at least a radial distance of 2 times the height of the flare stack.
- 5. Flares WILL NOT be left unattended.
- **6.** No flaring operations to be conducted during red-flag days. http://www.gacc.nifc.gov/swcc (go to "Predictive Services" on SWCC website) to check for red flag warnings.
- 7. Follow safe practices for flaring guidelines.
- **8.** Permit may be rescinded at any time by NMOCD.
- **9.** If well is able to be connected to a gas gathering system, it will be done so as soon as possible.

Your initials here

