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
NM OIL CONSERVATION
ARTESIA DISTRICT Conservation Division
1220 South St. Francis Dr.
MAR 16 2015 Santa Fe, NM 87505

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

NFO Permit No. _____
(For Division Use Only)

RECEIVED

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   **EMKEY COMPANIES, LLC**   ,

whose address is   **12221 MERIT DR, STE 620, DALLAS, TX 75251**   ,

hereby requests an exception to Rule 19.15.18.12 for   **90**   days or until

_____ , Yr _____ , for the following described tank battery (or LACT):

Name of Lease **Stiletto '21' Federal Com #3H**   Name of Pool **Yeso**

Location of Battery: Unit Letter   **B**   Section   **21** Township   **20S** Range   **25E**

Number of wells producing into battery   **1**

B.   Based upon oil production of   **51**   barrels per day, the estimated * volume

of gas to be flared is   **56**   MCF; Value   **224.00**   per day.

C.   Name and location of nearest gas gathering facility:

    DCP Midstream – Eddy County, NM, Artesia Plant

D.   Distance _____ Estimated cost of connection **No new costs for est pipeline**

E.   This exception is requested for the following reasons: _____

    Continue production when DCP pipeline goes down.

30-015-39138

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.	Approved Until _____
Signature _____	Accepted for record NMOCD
	By _____
Printed Name & Title KARLA ATCHISON, REG ANALYST	Title _____
E-mail Address katchison@emkeycompanies.com	Date _____
Date 3/15/2015 Telephone No. 214.308.5516	Fed Well : Needs Fed Approval

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