

HOBBS OCD

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

JUN 14 2012

RECEIVED

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Form C-129  
Revised August 1, 2011

Submit one copy to appropriate  
District Office

NFO Permit No.

I-999

(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)

30-025-4D126

- A. Applicant COG Operating LLC,  
whose address is 550 W. Texas Ave, Suite 100, Midland, TX 79701,  
hereby requests an exception to Rule 19.15.18.12 for \_\_\_\_\_ days or until  
January 19, Yr 2013, for the following described tank battery (or LACT):  
Name of Lease Estacado 18 State Com Name of Pool Wildcat; G-06S143423D: Abo 97854  
Location of Battery: Unit Letter M Section 18 Township 14S Range 35E  
Number of wells producing into battery 1
- B. Based upon oil production of 20 barrels per day, the estimated \* volume  
of gas to be flared is 8 MCF; Value \_\_\_\_\_ per day.
- C. Name and location of nearest gas gathering facility:  
Targa Resources Section 34, T14S, R33E
- D. Distance 1 mile Estimated cost of connection \$169,000
- E. This exception is requested for the following reasons: It is uneconomical to  
connect the gas line to this facility because of the low  
amount of gas producing.

OPERATOR

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.

Signature

K. Castillo

Printed Name Kanicia Castillo  
& Title Lead Regulatory Analyst

E-mail Address kcastillo@concho.com

Date 01/19/12 Telephone No. 432-685-4332

OIL CONSERVATION DIVISION

Approved Until

1-19-2013

By

[Signature]

Title

Staff mgr

Date

6-25-2012

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

JUN 26 2012