

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

HOBBS OCD

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

NOV 24 2014

Form C-129  
Revised August 1, 2011

Submit one copy to appropriate  
District Office

NFO Permit **RECEIVED**

(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 Murchison Oil & Gas, Inc.,  
whose address is 7250 Dallas Parkway, Suite 1400, Plano, TX 75024,  
hereby requests an exception to Rule 19.15.18.12 for ~~120~~ 90 days or until \_\_\_\_\_,  
Yr \_\_\_\_\_, for the following described tank battery (or LACT):

Name of Lease Brininstool 4 State 4H (30-025-41959) Name of Pool Triple X; Bone Spring

Location of Battery: Unit Letter M Section 4 Township 24S Range 33E

Number of wells producing into battery 1

B. Based upon oil production of 800 barrels per day, the estimated \* volume  
of gas to be flared is 300 MCF; Value \$1,200 per day.

C. Name and location of nearest gas gathering facility:

Frac Cat Compressor Station, Lea County, NM

D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_\_

E. This exception is requested for the following reasons: Intermittent curtailment by Agave. Well shut in at this time may damage formation and reduce future production.

### 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 Michael S. Daugherty

Printed Name  
& Title Michael S. Daugherty, EVP & COO

Email Address mdaugherty@jdmii.com

Date 11/19/2014 Telephone No. 972-931-0700

### OIL CONSERVATION DIVISION

Approved Until 2/19/2015

By Markus Brown

Title Dist Supervisor

Date 12/9/2014

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

DEC 10 2014