<u>District I</u> 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

A.

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

SEP 1 1 2015 Submit one copy to appropriate District Office

NFO Permit RECEIVED (For Division Use Only)

HOBBS OCD

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12

Applicant Murchison Oil & Gas, Inc.

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

whose address is 7250 Dallas Parkway, Ste. 1400, Plano, TX 75024,	
hereby requests an exception to Rule 19.15.18.12 for approximately 120 days or until	
, Yr, for the following described tank battery (or LACT):	
Name of Lease Jackson Unit 12H (30-025-41227) Name of Pool Triple X; Bone Spring, West	
Location of Battery: Unit Letter <u>A</u> Section <u>16</u> Township <u>24S</u> Range <u>33E</u>	
Number of wells producing into battery	1
B. Based upon oil production of 67	barrels per day, the estimated * volume
of gas to be flared is215	MCF; Value <u>\$376</u> per day.
C. Name and location of nearest gas gathering facility:	
D. DistanceEs	timated cost of connection
E. This exception is requested for the following reasons: <u>Intermittent curtailment by Agave due to compressor maintenance</u> . Well shut in at this time may damage formation and reduce future production.	
compressor manifestance. Wen shat in at this time may damage formation and reduce ruture 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	OIL CONSERVATION DIVISION Approved Until 12/9/2015
is true and complete to the best of my knowledge and belief.	Approved Until 12/9/2015
Signature	By Mafeys Brown
Printed Name & Title Gary Cooper, Vice President Operations	Title District Supervisor
Email Address rcooper@jdmii.com	Date 9/14/2015
Date 9/9/15 Telephone No. 972-931-0700	
Gas-Oil ratio test may be required to verify estimated gas volume.	