District 1 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

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

HOBBS OCD

Form C-129 Revised August 1, 2011

SEP 1 1 2015 Submit one copy to appropriate District Office

2015

NFO Permit REINOVED

(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)

Α.	Applicant <u>Murchison Oil & Gas, Inc.</u> ,
	whose address is7250 Dallas Parkway, Ste. 1400, Plano, TX 75024,
	hereby requests an exception to Rule 19.15.18.12 for days or until,
	, Yr, for the following described tank battery (or LACT):
	Name of Lease Jackson Unit 25H (30-025-41230) Name of Pool Triple X; Bone Spring, West
	Location of Battery: Unit Letter <u>O</u> Section <u>22</u> Township <u>24S</u> Range <u>33E</u>
	Number of wells producing into battery2
В.	Based upon oil production of60barrels per day, the estimated * volume
	of gas to be flared is <u>110</u> MCF; Value <u>\$193</u> per day.
C.	Name and location of nearest gas gathering facility:
	Frac Cat Compressor Station, Lea County, NM
D.	DistanceEstimated cost of connection
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Agave due to</u> compressor maintenance. Well shut in at this time may damage formation and reduce future production.
OPERATOR	
Division have be	that the rules and regulations of the Oil Conservation been complied with and that the information given above lete to the best of my knowledge and belief. Approved Until $12/9/2015$
Signature	By Makent Brown
Printed Name & Title <u>Ga</u>	

Date

Date 9/9/15 Telephone No. 972-931-0700

Email Address rcooper@jdmii.com

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