

HOBBS OCD

JUL 25 2016

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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

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. _____
(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 MATADOR PRODUCTION COMPANY,
whose address is 5400 LBJ FREEWAY, STE 1500, DALLAS, TX 75240,
hereby requests an exception to Rule 19.15.18.12 for 25 days or until
08/06, Yr 2016, for the following described tank battery (or LACT):
Name of Lease Olivine 05 16 37 TL State Name of Pool Dean;Permo Upper Penn
Location of Battery: Unit Letter A Section 5 Township 16S Range 37E
Number of wells producing into battery one 30-025-41718
- B. Based upon oil production of 150 barrels per day, the estimated * volume
of gas to be flared is 140 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
Davis Gas Processing, Inc. - Denton Gas Plant In Lea Co., NM
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Force majeure - plant down due to their
pipeline residue transporter performing pipeline integrity tests.

<p>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.</p> <p>Signature <u>Ava Monroe</u></p> <p>Printed Name & Title <u>Ava Monroe</u></p> <p>E-mail Address <u>amonroe@matadorresources.com</u></p> <p>Date <u>7/21/2016</u> Telephone No. <u>972-371-5218</u></p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved Until <u>8/6/2016</u></p> <p>By <u>Marys Brown</u></p> <p>Title <u>Dist Supervisor</u></p> <p>Date <u>7/25/2016</u></p>
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* Gas-Oil ratio test may be required to verify estimated gas volume.