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 HOBB 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)

DECENTER	
RECEIVED	
APPLICATION FOR EXCEPTION TO NO-FLARE RULE 1	0 15 10 12
AIT LICATION FOR EACEF HON TO NO-FLARE RULE I	9.13.10.14
(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)	

NOV 1 0 2016

Applicant VANGUARD OPERATING, LLC A. whose address is 5847 SAN FELIPE, STE. 3000 HOUSTON, TEXAS 77057 hereby requests an exception to Rule 19.15.18.12 for _____7 days or until , Yr _____, for the following described tank battery (or LACT): Name of Lease ELLIOTT B FEDERAL Name of Pool MULTIPLE; SEE ATTACHED WELL LIST Location of Battery: Unit Letter I Section 6 Township 22S Range 37E Number of wells producing into battery <u>16</u> Based upon oil production of 28 barrels per day, the estimated * volume B. of gas to be flared is 900 MCF; Value per day. C. Name and location of nearest gas gathering facility: ENERGY TRANSFER JAL-3 PLANT Distance Estimated cost of connection D. This exception is requested for the following reasons: Requesting to flare gas due to Force Majeure E. event at Energy Transfer's Jal-3 plant beginning 11/11/2016, List of wells attached. Maxey Brown was contacted 11/07/2016 and verbal permission was granted.



Facility Name: Elliott B Federal Battery

						25			
Well Name	API #	Footage	UL Sec	Towns	hip Range	Meridian	County	State	Pools
Elliott B Federal #1	30-025-10076	1,980' FSL & 660' FEL	1	6 2	2S 37E	NMPM	Lea	NM	Penrose Skelly; Grayburg
Elliott B Federal #2	30-025-10077	1,980' FSL & 1,980' FEL	J	6 2	25 37E	NMPM	Lea	NM	Eumont; Yates-7 Rvrs-Queen; Penrose Skelly; Grayburg
Elliott B Federal #3	30-025-10078	660' FSL & 660' FEL	P	6 2	2S 37E	NMPM	Lea	NM	Penrose Skelly; Grayburg
Elliott B Federal #4	30-025-10090	660' FNL & 1,980' FEL	В	7 2	2S 37E	NMPM	Lea	NM	Eumont; Yates-7 Rvrs-Queen; Penrose Skelly; Grayburg
Elliott B Federal #5	30-025-10091	1,980' FNL & 1,980' FEL	G	7 2	25 37E	NMPM	Lea	NM	Penrose Skelly; Grayburg
Elliott B Federal #9	30-025-37773	1,650' FSL & 990' FEL	1	6 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest
Elliott B Federal #10	30-025-37486	2,310' FSL & 330' FEL	E.	6 2	2S 37E	NMPM	Lea	NM	Drinkard; Tubb O&G
Elliott B Federal #11	30-025-37877	1,650' FSL & 2,310' FEL	J	6 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest
Elliott B Federal #12	30-025-37735	330' FSL & 1,890' FEL	0	6 2	2S 37E	NMPM	Lea	NM	Drinkard
Elliott B Federal #13	30-025-37785	990' FSL & 330' FEL	Ρ	6 2	2S 37E	NMPM	Lea	NM	Blinebry O&G Tubb O&G
Elliott B Federal #15	30-025-37830	990' FNL & 1,650' FEL	В	7 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest
Elliott B Federal #16	30-025-37675	1,650' FNL & 330' FEL	н	7 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest; Penrose Skelly; Grayburg
Elliott B Federal #17	30-025-38517	2,150' FNL & 1,650' FEL	G	7 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest
Elliott B Federal #18	30-025-38353	330' FSL & 1,650' FEL	0	6 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest
Elliott B Federal #19	30-025-38354	800' FSL & 916' FEL	Ρ	6 2	2S 37E	NMPM	Lea	NM	Eunice; San Andres, Southwest
Elliott B Federal #20	30-025-39023	930' FSL & 2,310' FEL	0	6 2	2S 37E	NMPM	Lea	NM	Blinebry O&G Drinkard; Tubb O&G Wantz, Abo