

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)

HOBBBS
NOV 30 2016
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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 EOG Y Resources, Inc.,
whose address is 105 S. Fourth Street, Artesia, NM 88210,
hereby requests an exception to Rule 19.15.18.12 for _____ days or until
November 30, 2016 – February 27, Yr 2017, for the following described tank battery (or LACT):
Name of Lease Capella Fed #1 & #2 Battery Name of Pool Lost Tank; Delaware
Location of Battery: Unit Letter _____ Section 9 Township 21S Range 32E
API 30-025-39528
Number of wells producing into battery 2 wells, API 30-025-39529
- B. Based upon oil production of 56 barrels per day, the estimated * volume
of gas to be flared is 168 +/- Daily MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility: _____
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Requesting permission to flare due to Lucid Energy's
plant expansion. The possibility of flare will not be consistent; therefore, the volume above can easily fluctuate.

<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>Carrissa M. O'Meara</u></p> <p>Printed Name & Title <u>Carrissa M. O'Meara, Sr. Production Reporting Asst.</u></p> <p>E-mail Address <u>Carrissa_OMeara@eogresources.com</u></p> <p>Date: <u>November 28, 2016</u> Telephone No: <u>575-748-4203</u></p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved _____</p> <p>OCD for RECORD ONLY. All Federal forms require BLM APPROVAL. <u>WELLS</u></p> <p>Date _____ <u>MS Brown 12/1/2016</u></p>
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* Gas-Oil ratio test may be required to verify estimated gas volume.