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

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

JAN 0 6 2017

RECEIVED

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 ___Murchison Oil & Gas, Inc._____ ,

whose address is ___7250 Dallas Parkway, Ste. 1400, Plano, TX 75024_____ ,

hereby requests an exception to Rule 19.15.18.12 for _____ days or until _April 7_ ,

_____ , Yr _2017_____ , for the following described tank battery (or LACT):

Name of Lease MOGI 9 State Com 11H (30-025-41787) Name of Pool Triple X; Bone Spring, West

Location of Battery: Unit Letter ___P___ Section ___9___ Township ___24S__ Range ___33E__ ,

Number of wells producing into battery _____1_____

B.   Based upon oil production of _____72_____ barrels per day, the estimated * volume

of gas to be flared is _____138_____ MCF; Value _____$138_____ per day.

C.   Name and location of nearest gas gathering facility:

Frac Cat Compressor Station, Lea County, NM

D.   Distance _____Estimated cost of connection _____

E.   This exception is requested for the following reasons: Intermittent curtailment by Agave due to
compressor maintenance. Well shut in at this time may damage formation and reduce future production.

OPERATOR	OIL CONSERVATION DIVISION
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.	Approved Until ___4/7/2017___
Signature _____	By ___Mary S Brown___
Printed Name & Title __Gary Cooper, Vice President Operations	Title ___AO/II___
Email Address __rcooper@jdmii.com_____	Date ___1/17/2017___
Date 12/19/2016 Telephone No. 972-931-0700	

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