District 1 1625 N. French Dr., Hobbs, NM 88240 HOP Energy, Minerals and Natural Resources District II 1301 W. Grand Avenue, Artesia, NM 88210

District III JUN 08 2017 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 875 RECEIVED District IV

State of New Mexico

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)

А.	Applicant XTO ENERGY INC
	whose address is 500 W. ILLINOIS, SUITE 100, MIDLAND, TX 79701
	hereby requests an exception to Rule 19.15.18.12 for days or until
	August 31 , Yr 17 , for the following described tank battery (or LACT):
	Name of Lease Perla Verde Name of Pool Bone Spring
	Location of Battery: Unit Letter <u>M</u> Section <u>31</u> Township <u>195</u> Range <u>35E</u>
	Number of wells producing into battery4
B.	Based upon oil production of barrels per day, the estimated * volume
	of gas to be flared is 900,000 MCF; Value 100 mcf per day.
C.	Name and location of nearest gas gathering facility: Targa
D.	Distance Estimated cost of connection
E.	This exception is requested for the following reasons: Unexpected SI by Targa causing us to
	flare. Following wells associated with this battery:
	PERLA VERDE 31 STATE #001 (30-025-42063) and #002H (30-025-41861),
	PERLA VERDE 31 STATE #003H (30-025-41862) and #004 (30-025-41863)
Division have been co	he rules and regulations of the Oil Conservation complied with and that the information given above OIL CONSERVATION DIVISION Approved Until 10/8/2017
is true and complete t Signature	to the best of my knowledge and belief.
Printed Name	By Water Down
	ty Urias, Regulatory Analyst Title HOV/11
E-mail Address	Date 682017
Date 6/8/1	7Telephone No432.620.4318

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