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)

HOBBS OCD JUN 16 2017 RECEIVED

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 _September 20_,

_____, Yr __2017____, for the following described tank battery (or LACT):

Name of Lease Jackson Unit 21H (30-025-41140) Name of Pool Triple X; Bone Spring, West

Location of Battery: Unit Letter ___P___ Section ___21___ Township __24S__ Range __33E__

Number of wells producing into battery _____2_____

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

of gas to be flared is _____96_____ MCF; Value _____$240_____ 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 Lucid 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 9/20/2017
Signature _Gary Cooper by C. Cattell_	By _Mary S Brown_
Printed Name & Title __Gary Cooper, Vice President Operations__	Title _AO II_
Email Address __rcooper@jdmii.com__	Date _6/20/2017_
Date 06/13/17 Telephone No. 972-931-0700	

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