<u>District I</u> 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. 101 0 3 20 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)

A.	ApplicantEOG Resources, Inc	
	whose address isP.O. Box 2267, Midland, Texas 79702,	
	hereby requests an exception to Rule 19.15.18.12 fordays or until	
	June 29-September 27, Yr 2017, for the following described tank battery (or LACT):	
	Name of Lease <u>Dragon 36 State 9H</u> Name of Pool <u>Red Hills; Upper Bone Spring Shale</u>	
	Location of Battery: Unit LetterN	_Section36Township _24SRange33E \
	Number of wells producing into battery 1 Well; 30-025-41465	
B.	Based upon oil production of159_	barrels per day, the estimated * volume
	of gas to be flared is1844 +/-Daily_	MCF; Valueper day.
C.	Name and location of nearest gas gathering facility:	
D.	DistanceEstimated c	ost of connection
E.	This exception is requested for the following reasons: Requesting permission to flare due to abnormal system pressures. The possibility of flare will not be consistent; therefore, the volume above can	
	easily fluctuate.	
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		Approved Until 9/27/2017
is true and complete to the best of my knowledge and belief.		
Signature		By Makys Brown
Printed Name & Title Kristina St. Romain – Regulatory Administrator		Title AO/II
E-mail Address kristina_stromain@eogresources.com		Date 7/3/2017
Date June 29, 2017 Telephone No. 432-686-3671		

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