

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

HOBBS OGD State of New Mexico
Energy Minerals and Natural Resources
AUG 08 2017 Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
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 Riley Exploration Operating Company, LLC,
whose address is 2008 N. Council, Blanchard, OK 73010,
hereby requests an exception to Rule 19.15.18.12 for 90 days or until
March 2, Yr 2018, for the following described tank battery (or LACT):
Name of Lease Piper 2 State #001 Name of Pool _____
Location of Battery: Unit Letter D Section 2 Township 19S Range 37E
Number of wells producing into battery 0 at the moment
- B. Based upon oil production of 350 barrels per day, the estimated * volume
of gas to be flared is 500 MCF; Value \$1,250 per day.
- C. Name and location of nearest gas gathering facility:
Monument Plant
- D. Distance 6 miles Estimated cost of connection \$700,000
- E. This exception is requested for the following reasons: This is a test well to see how production
will be. It is not economical to hook it up at this time.

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.

Signature Laura Winkler

Printed Name
& Title Laura Winkler

E-mail Address laurawinkler@rileyexploration.com

Date 3/27/17 Telephone No. 405-485-8200 Ext. 217

OIL CONSERVATION DIVISION

Approved Until 11/8/2017

By Markus Brown

Title AO/II

Date 8/8/2017

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