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. Frances Dr. Santa Fe, NM 87505 DEC 11 2017 NFO Permit No. \_\_\_\_\_

Form C-129 Revised August 1, 2011 Submit one copy to appropriate District Office

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-PLARE RULE 19.15.18.12
(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

Α.	Applicant <u>Murchison Oil &amp; Gas, Inc.</u> ,		
	whose address is7250 Dallas Parkway, Ste. 1400, Plano, TX 75024,		
	hereby requests an exception to Rule 19.15.18.12 for days or until March 19,		
	, Yr 2018, for the following described tank battery (or LACT):		
	Name of Lease Bettis 20 State Com 2H (30-025-41436) Name of Pool Triple X; Bone Spring, West		
	Location of Battery: Unit Letter PSection 20Township 24SRange 33E		
	Number of wells producing into battery <u>1</u>		
B.	Based upon oil production of73barrels per day, the estimated * volume		
	of gas to be flared is73MCF; Value\$161per day.		
C.	Name and location of nearest gas gathering facility:		
	Frac Cat Compressor Station, Lea County, NM		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons: <u>Intermittent curtailment by Lucid due to</u> <u>compressor maintenance and high line pressure</u> . Well shut in at this time may damage formation and <u>reduce future production</u> .		

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 3/19/2018
Signature	By_ MajeysBrown
Printed Name & Title Gary Cooper, Vice President Operations	Title AO II
Email Address <u>rcooper@jdmii.com</u>	Date 12/16/2017
Date 12/07/17 Telephone No. 972-931-0700	

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