

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

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

MAY 29 2018

RECEIVED

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 _____ Centennial Resource Production, LLC _____,
whose address is ___ 1001 17th Street, Suite 1800 Denver, CO 80202 _____,
hereby requests an exception to Rule 19.15.18.12 for _____ 7 _____ days or until
_____ June 11th - June 17th _____, Yr 2018, for the following described tank battery (or
LACT):

Name of Lease ___ Merchant Gap 36 State Com 1H ___ Name of Pool _Ojo Chiso; Bone Spring South

Location of Battery: Unit Letter ___ D ___ Section ___ 36 ___ Township ___ 22S ___ Range ___ 34E ___

Number of wells producing into battery _____ 21 _____

B. Based upon oil production of _____ 31 _____ barrels per day, the estimated * volume
of gas to be flared is ___ 55 _____ MCF/D; Value ___ \$94.77 per day.

C. Name and location of nearest gas gathering facility:

30-025-41352

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: ___

Targa/Versado's (24650) Eunice Plant will be shut down for approximately 4 days (June 11th – June 14th) to perform necessary maintenance on the plant and related facilities. Versado is unable to flare gas during this time due to NMED Air Quality Regulations.

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  _____

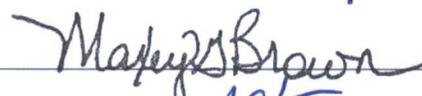
Printed Name
& Title ___ Melissa Luke – Sr. Regulatory Analyst ___

E-mail
Address ___ melissa.luke@cdevinc.com ___

Date 05/17/18 Telephone No. 720-499-1482

OIL CONSERVATION DIVISION

Approved Until ___ 6/17/2017 ___

By ___  ___

Title ___ AO/II ___

Date ___ 5/29/2018 ___

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