

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 OCD

MAY 29 2018

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)

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

Name of Lease Merchant Livestock 24/25 State Com Name of Pool Ojo Chiso; Bone Spring South

Location of Battery: Unit Letter \_\_\_\_\_ D \_\_\_\_\_ Section \_\_\_\_\_ 25 \_\_\_\_\_ Township \_\_\_\_\_ 22S \_\_\_\_\_ Range \_\_\_\_\_ 34E \_\_\_\_\_

Number of wells producing into battery \_\_\_\_\_ 2 \_\_\_\_\_

B. Based upon oil production of \_\_\_\_\_ 74 \_\_\_\_\_ barrels per day, the estimated \* volume  
of gas to be flared is \_\_\_\_\_ 72 \_\_\_\_\_ MCF/D; Value \_\_\_\_\_ \$124.06 \_\_\_\_\_ per day.

C. Name and location of nearest gas gathering facility:  
\_\_\_\_\_

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 11<sup>th</sup> – June 14<sup>th</sup>) 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.

<p><b>OPERATOR</b> 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.</p> <p>Signature _____ Printed Name _____ &amp; Title _____ Melissa Luke – Sr. Regulatory Analyst _____ E-mail _____ Address _____ melissa.luke@cdevinc.com _____ Date 05/17/18 Telephone No. 720-499-1482</p>	<p><b>OIL CONSERVATION DIVISION</b></p> <p>Approved Until _____ 6/17/2018 _____</p> <p>By _____ Makya Brown _____ Title _____ AD/II _____ Date _____ 5/29/2018 _____</p>
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\* Gas-Oil ratio test may be required to verify estimated gas volume.

**C-129 Flaring Exception Request List - Centennial Resource Production, LLC**

<b>Well List</b>	<b>Batteries</b>	<b>API Number</b>
Merchant Livestock 24 State Com #1H	Shared	30-025-40934
Merchant Livestock 25 State Com #1H		30-025-40935