

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
HOBBS OGD
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
AUG 07 2018

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 17th Street, Suite 1800 Denver, CO 80202,
hereby requests an exception to Rule 19.15.18.12 for 60 days or until
10/12, Yr 2018, for the following described tank battery (or LACT):
Name of Lease Tour Bus State 301H ²³ Name of Pool Ojo Chiso; Bone Spring
Location of Battery: Unit Letter D Section 23 Township 22S Range 34E
Number of wells producing into battery 1 30-025-44289
- B. Based upon oil production of 662 barrels per day, the estimated * volume
of gas to be flared is 795 MCF/D; Value \$1,493.81 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: _____
This exception is being requested because Centennial is waiting on Lucid to install their high pressure sour gas line. Expected installation of this line should be October 1, 2018. Centennial doesn't expect to use all 60 additional days to flare, however, wanted to cover any adjustments in Lucid's installation schedule. The Tour Bus 23 State 301H 45 day allowable time frame approved on the previous flaring permit ENDS on 08/13/2018. This 60 day exception would begin 08/14/2018, and run until 10/12/2018.

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 <u>Sarah Ferreyros</u> Printed Name & Title <u>Sarah Ferreyros - Sr. Regulatory Analyst</u> E-mail Address <u>Sarah.Ferreyros@cdevinc.com</u> Date <u>08/07/18</u> Telephone No. <u>720-499-1454</u>	OIL CONSERVATION DIVISION Approved Until <u>10/12/2018</u> By <u>Mary A Brown</u> Title <u>AO/I</u> Date <u>8/7/2018</u>
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* Gas-Oil ratio test may be required to verify estimated gas volume.