

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)

HOBBS OCD

A. Applicant EOG Resources

AUG 14 2018

whose address is PO Box 2267, Midland, Texas 79702

RECEIVED

hereby requests an exception to Rule 19.15.18.12 for 90 days or until

Aug 14 - NOV 14, Yr 2018, for the following described tank battery (or LACT):

Name of Lease JOLLY ROGER 16 ST 502H Name of Pool 96434-Red Hills:Bone Spring,North

Location of Battery: Unit Letter D Section 16 Township 24S Range 34E

Number of wells producing into battery 3

B. Based upon oil production of _____ barrels per day, the estimated * volume of gas to be flared is 170 MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

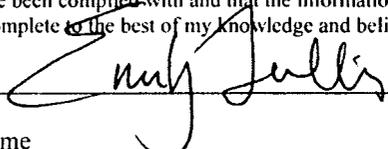
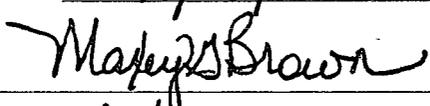
JOLLY ROGER 16 ST 502H - 60387041

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Targa closed

Requesting permission to Flare due to abnormal system presure. Flare volumes with not be consistent. All gas will be metered prior to Flaring.

API#30-025-42158, API#30-025-42159, API# 30-025-42160

<p>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.</p> <p>Signature <u></u></p> <p>Printed Name & Title <u>Emily Follis- Sr. Regulatory Administrator</u></p> <p>E-mail Address <u>emily_follis@eogresources.com</u></p> <p>Date <u>08/14/2018</u> Telephone No. <u>432-848-9163</u></p>	<p>OIL CONSERVATION DIVISION</p> <p>Approved Until <u>11/14/2018</u></p> <p>By <u></u></p> <p>Title <u>AD/I</u></p> <p>Date <u>8/14/2018</u></p>
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* Gas-Oil ratio test may be required to verify estimated gas volume.