

District I
1625 N. French Dr., Hobbs, NM 88401
District II
811 S. First St., Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87414
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

HOBBS OCD
DEC 13 2018
RECEIVED

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)

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 90 days or until
03/06, Yr 2019, for the following described tank battery (or LACT): 25-45063

Name of Lease Mortal Kombat 36 State Com 502H Name of Pool Ojo Chiso; Bone Spring South

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

Number of wells producing into battery 1

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 having to flare intermittently due to Lucid plant upsets
and compression issues. These are unscheduled shut downs and the flaring will not be continuous.

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 Sarah Ferreyros

Printed Name
& Title Sarah Ferreyros - Sr. Regulatory Analyst

E-mail
Address Sarah.Ferreyros@cdevinc.com

Date 12/5/18 Telephone No. 720-499-1454

OIL CONSERVATION DIVISION

Approved Until 3/06/2019

By [Signature]
Title Petroleum Engineer

Date 12/13/2018

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