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

Oil Conservation Division 1220 South St. Francis Dr.-Santa Fe, NM 87505 Form C-129

Submit-one copy-to appropriate RECEIVED District Office

NFO Permit No.

HOE

(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)

Α.	Applicant <u>Ridgeway Arizona Oil Corp. (164557)</u> ,		
	whose address is1250 Wood Branch Park Drive, Houston, TX 77079,		
	hereby requests an exception to Rule 19.15.18.12 for <u>Sixty (60)</u> days or until		
	<u>September 1</u> , Yr <u>2019</u> , for the following described tank battery (or LACT): Name of Lease <u>Jennifer Chaveroo SA Unit</u> Name of Pool <u>Chaveroo San Andres (12049)</u>		
	Location of Battery: Unit Letter <u>M</u> Section <u>25</u> Township <u>7 S</u> Range <u>33 E</u>		
	Number of wells producing into battery <u>2 (API 041-20977 and 041-20978)</u>		
В.	Based upon oil production of500barrels per day, the estimated * volume		
	of gas to be flared is <u>500</u> MCF; Value <u>\$1,000.00</u> per day.		
C.	Name and location of nearest gas gathering facility:		
	Targa Saunders Gas Plant – Lovington, NM		
D.	Distance 2,500' Estimated cost of connection \$25,000.00		
E.	This exception is requested for the following reasons: <u>A previous exception was granted which</u> expires July 1, 2019 to allow for the construction of flowlines to hook up these wells to sales. <u>Unexpected delays have put the project behind schedule and anticipated completion is now July</u>		
	<u>14th 2019.</u>		

OPERATOR	OIL CONSERVATION DIVISION
I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above	Approved Until 9-1-19
is true and complete to the best of my knowledge and belief. Signature	By Rick Rickman Title DISZ , SCRV
Printed Name & Title William Boyd Land & Regulatory Mgr	Title DISZ , SUPV
E-mail Addresswboyd@pedevco.com	Date 6-25-19
Date 6/24/2019 Telephone No. (713) 496-0986	

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