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

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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 CHISOLM ENERGY OPERATING, LLC,

whose address is 801 CHERRY STREET, SUITE 1200-UNIT 20, FORT WORTH, TX 76102,

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

_____, Yr _____, for the following described tank battery (or LACT):

Name of Lease Outland State Unit 11-2 1BS 1H Name of Pool Grama Ridge; Bone Spring, North (28434)

Location of Battery: Unit Letter O Section 11 Township 21S Range 34E

Number of wells producing into battery 1 30-025-45222

B. Based upon oil production of 250 barrels per day, the estimated * volume

of gas to be flared is 600 MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

3BEAR DELAWARE OPERATING-NM LLC LIBBY GAS PROCESSING PLANT; SEC. 26, TWN.20S, RNG. 34E

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: PIPELINE CURTAILMENT

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 is true and complete to the best of my knowledge and belief.	Approved Until 10-31-19
Signature Jennifer Elrod	By Rick Rickman
Printed Name & Title Jennifer Elrod	Title A/O 1
E-mail Address jelrod@chisholmenergy.com	Date 8-1-19
Date 07/31/2019 Telephone No. 817-953-3728	

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