

District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88213  
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  
Revised June 10, 2003

Submit 3 Copies to appropriate  
District Office

NFO Permit No.

I-819-K  
(For Division Use Only)

RECEIVED  
SEP 10 2009  
HOBBSOCD

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

- A. Applicant COG OPERATING LLC,  
whose address is 550 W. Texas, Suite 1300 Midland, TX 79701,  
hereby requests an exception to Rule 306 for 365 days or until  
September 09, Yr 2010, for the following described tank battery (or LACT):  
Name of Lease BONDS Name of Pool JENKINS: DEVONIAN, NE  
Location of Battery: Unit Letter H Section 20 Township 9S Range 35E  
Number of wells producing into battery 1 30-025-25275
- B. Based upon oil production of 31 barrels per day, the estimated \* volume  
of gas to be vented is less than one (1) MCF; Value a fraction \$ 5.48 per day.
- C. Name and location of nearest gas gathering facility:  
N/A
- D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_\_
- E. This exception is requested for the following reasons: \_\_\_\_\_  
GAS VOLUME TOO SMALL TO MEASURE  
NOT SUFFICIENT TO LIGHT PILOT LIGHT

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 [Signature]

Printed Name  
& Title Kanicia Carrillo-Regulatory Analyst

E-mail Address kcarrillo@conchoresources.com

Date 09/09/09 Telephone No. 432-685-4332

OIL CONSERVATION DIVISION

Approved Until Sept. 10, 2010

By [Signature]  
Title DISTRICT 1 SUPERVISOR

Date SEP 10 2009

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