1301 W. Grand Ave., Artesia, NM 88210 DISTRICT III 1000 Bin Brance Del Antes NM 87440 CONSERVATION DIVISION		
DISTRICT III DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410 Access of the santa Fe, NM 87505 Submit 3 Copies to JAN 20 2011 Appropriate District Office JAN 20 2011 HOBBSSOCD APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306 (See Rule 306 and Rule 1129)		
A. Applicant		
whose address isP.O. Box 960, Artesia, NM 88211-0960, hereby requests an exception to Rule 306 for365days or until		
Mane of Lease Matador 19 State Name of Pool 7RVS-QN-GB-SA		
Number of wells producing into battery Number of wells producing into battery 19 Township 16 Range 32		
 Based upon oil production of <u>17</u> barrels per day, the estimated * volume of gas to be flared is <u>TSTM</u> MCF; Value <u>per day</u>. 		
C. Name of location of nearest gas gathering facility: Frontier Maljamar Gas Plant		
D. DistanceEstimated cost of connectionThere is no charge to connect to our gas		
E. This exception is requested for the following reasons: <u>The gas from this lease is to small to</u> measure.		
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 Printed Name & Title Sylvia A. Herron Production Clerk OIL CONSERVATION DIVISION OIL CONSERVATION DIVISION Approved Until TAN. ZO, ZO/Z INSTRICT 1 SUPERVISOP Title 2.0.2011		
& Title Sylvia A. Herron Production Clerk Date 1/20/2011 Telephone No. (575)748-1288		

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

Matador 19 State #1 - API# 30-025-31220

#2 - API	# 30-025-36692
#3 - API	# 30-025-36839
#4 − API	# 30-025-36840
#5 - API	# 30-025-36838
#6 - API	# 30-025-36921