

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

JAN 31 2011
HOBBSUCD

State of New Mexico
Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-129
Revised October 15, 2009

Submit one copy to appropriate
District Office

NFO Permit No. I-998
(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 ConocoPhillips Company,
whose address is 3300 N "A" St, Bldg 6 Midland, TX 79705,
hereby requests an exception to Rule 19.15.18.12 for 1 Year days or until
February, Yr 2012, for the following described tank battery (or LACT):
Name of Lease MCA Battery #4 Name of Pool Grayburg-San Andres
Location of Battery: Unit Letter A Section 26 Township 17S Range 32 E
Number of wells producing into battery 45
- B. Based upon oil production of 159 barrels per day, the estimated * volume
of gas to be flared is 280 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
30-025-00704
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: _____
Frontier plant will not accept gas from MCA Battery #4 due to high H2S content within the production
Stream.

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 Brian D. Maiorino

Printed Name
& Title Brian D Maiorino Regulatory Specialist

E-mail Address brian.d.maiorino@conocophillips.com

Date 01/28/2011 Telephone No. (432)688-6913

OIL CONSERVATION DIVISION

Approved Until 2-15-2012

By [Signature]

Title Staff MGR

Date 2-1-2011

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