Form 3160-5 (November 1983) (Formerly 9-331)

UNITED STATES BUBMIT IN TRIPLICATES (Other Instructions on reverse side)

Budget Bureau iyo, 1004-0135 Expires August 31, 1985 5. LEASS DESIGNATION AND SERIAL NO

BUREAU OF LAND MANAGEMENT SF 078482 5. 'F INCIAM, ALLUTTER OR TRIBE HAME SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to deepes or plug back to a different reservoir.

Use "APPLICATION FOR PERMIT—" for such proposals.) SMAR THEMBEROA TING ARTT XX W ELL OTESS S. FARM OR LEASE NAME 1 HAMB OF OPERATOR ARCO 011 and Gas Company, Division of Atlantic Richfield Co. P. O. Box 1610, Midland, TX 79702

LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*

RECEIV Crow Mesa #1 IU PIBLE AND POOL, DE WILDCAT RECEIVED 11. SEC., T., B., M., OS BLK. AND 800' FNL & 800' FWL APR 23 1986 23-25N-8W 18. SLEVATIONS (Show whether SP. ST. CS. CC.)
BUREAU OF LAND MANAGEMENT 12. COUNTY OR PARISE! 12. STATE 14. PERMIT 40. NM San Juan 6770' GL 30-045-25853 FARMINGTON RESOURCE AREA Check Appropriate Box To Indicate Nature of Notice, Report, or Other Data 16. HOTSCE OF INTENTION TO: LEPAIRING WELL PCLL OR ALTER CASING TATER SECT-OFF TRAT WATER SEUT-OFF MULTIPLE COMPLETE PRACTURE TREATMENT ALTERING CASING . PRACTIBE TREAT SECOTING OR ACIDIZING ARABBON WRITT SHOUT OR ACIDISS ABANDON* REPAIR WELL CHANGE PLANS (Other) . (Norm: Report remits of multiple completion on Completion or Recompletion Report and Log form. Other. Undate Gas Flare Permit 17 DESCRIS: PROPOSED OR COMPLETED OPERATIONS | Clearly state all pertinent details, and give pertinent dates, lacinding estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and some pertinent to this work.) *

ARCO Oil and Gas Company respectfully requests permission to flare associated gas produced from the subject well. The low gas rate of 17 MCFD θ 60 psig WHP and the depressed gas market will not pay out the cost of the facilities required to connect this well to the nearest pipeline. In fact, the well will not flow to the pipeline which is at 300 psi. Shutting in the well will result in the potential loss of approximately 13,000 BOE in oil reserves. The flaring of associated gas if continued for the life of the well would result in the loss of only 3,250 BO equivalent. Total initial gas reserves were less than 40 MMF.

The maximum conservation of energy would be to produce the oil (10 BOPD) while flaring the gas (17 MCFD). Therefore, we request a flaring permit for up to 5030MCFD for an indefinite period of time but with cumulative flared volume not to exceed 40 MMSCF of gas. This permission will allow the most efficient use of the energy reserves developed in the Crow Mesa #1 well.

This Approval	Nat	to exceed 30 MCFD
Ex	pires	g gagger state of the state of
14. I hereby certify that the feregolag is true and correct SIGNED Stephen Rode	me Grodn. Supt.	DATE 4/8/86.
This space for Poderal or State office use)	REPED	Until 1/25/87
APPROVED BY CONDITIONS OF APPROVAL, IF ANT:	APR 2 8 1986	form file
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