

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

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)

JUN 22 2018

RECEIVED

A. Applicant Fasken Oil and Ranch Ltd.

whose address is 6101 Holiday Hill Road, Midland TX, 79707,
hereby requests an exception to Rule 19.15.18.12 for 180 days or until

December 28, Yr 2018, for the following described tank battery (or LACT):

Name of Lease Grande Name of Pool East Stallion-Devonian / Pool 96633

Location of Battery: Unit Letter M Section 3 Township 13S Range 38E

Number of wells producing into battery 1 API (30-025-33502)

B. Based upon oil production of _____ barrels per day, the estimated * volume
of gas to be flared is 2.3 MCFPD _____ MCF; Value _____.

C. Name and location of nearest gas gathering facility:

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: It is uneconomical to connect the well to Targa at the current production rate and commodity prices. The location is approx.. 5.04 mi. east and 2.8 mi. south of Gladiola, NM. No structures within a 1 mile radius of location (payout = 77 years). No changes in pipeline option since last filing. We are asking for an extension to the 180 day period due to the low volume being flared. Flare permit for July 1, 2018 until December 28, 2018.

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

Stephanie Gutierrez

Printed Name FOR

& Title Addison Long, Regulatory Analyst

E-mail Address addisonl@forl.com

Date 6/19/18

Telephone No. 432-687-1777

OIL CONSERVATION DIVISION

Approved Until

12/31/2018

By

Maheya Brown

Title

AO/I

Date

6/25/2018

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