

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

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-923-E
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

A. Applicant Fasken Oil and Ranch, Ltd.

whose address is 303 West Wall, Suite 1800 Midland, TX 79701

hereby requests an exception to Rule 306 for 365 days or until

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

Name of Lease Wingerd Name of Pool Gladiola (Devonian)

Location of Battery: Unit Letter J Section 24 Township 12S Range 37E

Number of wells producing into battery 5

B. Based upon oil production of 56 barrels per day, the estimated * volume

of gas to be flared is 1 MCF; Value \$4.00 per day.

C. Name and location of nearest gas gathering facility:

Dynegy meter run on location

D. Distance Estimated cost of connection

E. This exception is requested for the following reasons: Dynegy will no longer gather

gas volumes of less than 5 MCFPD due to costs. The meter run is

dis-connected.

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 Jimmy D. Carlile

Printed Name Jimmy D. Carlile
& Title Regulatory Affairs Coord.

E-mail Address jimmyc@forl.com

Date 10/5/06 Telephone No. 432 687-1777

OIL CONSERVATION DIVISION

Approved Until 7/15/08

By Hay W. Wink

Title OC FIELD REPRESENTATIVE / LEAD MANAGER

Date 7/16/07

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