Form 3160-5 (August 1999)

## UNITL STATES

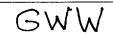
M.M. Oil Cons Division 1625 N. Frenc., Dr.

FORM APPROVED OMB No. 1004-0135

Hobbs, NM 38240 DEPARTMENT OF THE INTERIOR Expires November 30, 2000 **BUREAU OF LAND MANAGEMENT** Lease Serial No. NM0889 SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an 6. If Indian, Allottee or Tribe Name abandoned well. Use Form 3160-3 (APD) for such proposals. 7. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side Type of Well 8. Well Name and No. ■ Oil Well □ Gas Well □ Other M. D. SELF #3 Name of Operator 9. API Well No. MARALO, LLC 30-025-12447 3b. Phone No. (include area code) 3a. Address P. O. BOX 832, MIDLAND, TX 79702 (915) 684-7441 10. Field and Pool, or Exploratory Area 37240 LANGLIE MATTIX; 7 RVRS-Q-GRAYBURG 4. Location of Well (Footage, Sec., T., R., M., or Survey Description) 11. County or Parish, State UL. D, 467- FNL & 467' FWL, SECTION 6, TOWNSHIP 26 SOUTH, RANGE 38 EAST LEA, NEW MEXICO 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION ☐ Water Shut-Off Deepen Production (Start/Resume) ☐ Acidize Notice of Intent Well Integrity Alter Casing Fracture Treat Reclamation X Other GAS VENTING Casing Repair Recomplete **New Construction** Subsequent Report **APPROVAL** Plug and Abandon Temporarily Abandon Change Plans ☐ Final Abandonment Notice ☐ Plug Back Water Disposal Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.) MARALO, LLC HAS RECEIVED APPROVAL TO VENT GAS ON THE M. D. SELF LEASE WELLS FROM THE OIL FORM C-129, APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306 (NFO PERMIT CONSERVATION DIVISION. NO. I-867) WAS APPROVED FOR THE M. D. LEASE FROM APRIL 11, 2000 TO APRIL 11, 2001 (SEE ATTACHED). THE M. D. SELF BATTERY IS LOCATED AT THE WELL #3, UNIT LETTER D, 467' FNL & 467' FWL, SECTION 6, TOWNSHIP 26 SOUTH, RANGE 38 EAST, IN LEA COUNTY, NEW MEXICO. THE EXCEPTION WAS GRANTED DUE TO AN ECONOMIC FEASIBILITY STUDY TO REPAIR OR RETIRE THE EXISTING PIPELINE WHICH IS BEING CONDUCTED BY SID RICHARDSON GASOLINE COMPANY, THE SOLE SOURCE PIPELINE THERE IS NO OTHER ALTERNATE TRANSPORTATION SOURCE IMMEDIATELY AVAILABLE. NEGOTIATIONS WITH OTHER PURCHASERS ARE UNDERWAY. ALL AVENUES TO CONTINUE GAS SALES FROM THIS LEASE ARE BEING SOUGHT AS SOON AS POSSIBLE. SIME I hereby certify that the foregoing is true and correct Name (Printed/Typed) Title **REGULATORY ANALYST** DOROTHEA LOGAN Signature fullus? Date **APRIL 14, 2000** THIS SPACE FOR FEDERAL OR STATE OFFICE USE SGD.) DAYID R. GLASS ROLEUM ENGINEER Date APR 1 7 2000 Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Office



which would entitle the applicant to conduct operations thereon.

## District 11625 N. French Dr., Hobbs, NM 88240 District II811 South First, Artesia, NM 88210 District III 1600 Rio Brazos Road, Aztec, NM 87410 District IV

2040 South Pacheco, Santa Fe, NM 87505

## State of New Mexico Energy Minerals and Natural Resourc

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505 Form C-129 Revised March 17, 1999

(For Division Use Only)

Submit 3 Copies to appropriate District Office

NFO Permit No. 1-861

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129) MARALO, LLC A. Applicant \_\_\_\_ whose address is \_\_\_\_P. 0. BOX 832, MIDLAND, TX 79702 hereby requests an exception to Rule 306 for \_\_\_\_\_\_days or until Yr \_\_\_, for the following described tank battery (or LACT): Name of Lease N. D. SELF Name of Pool LANGLIE MATTIX; 7 RYRS-QN-GRAYBURG Location of Battery: Unit Letter \_\_\_ D \_\_Section \_\_6 \_\_Township \_\_\_ 26 \_\_Range \_\_ 38 \_\_\_ Number of wells producing into battery 1 (#3) Based upon oil production of \_\_\_\_\_\_ barrels per day, the estimated \* volume B. of gas to be flared is \_\_\_\_\_\_ 10 MCF; Value \_\_\_\_\_\_ 20.00 per day. Name and location of nearest gas gathering facility: C. NONE AVAILABLE Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_ D. This exception is requested for the following reasons: GAS PURCHASER SID RICHARDSON IS E. REVIEWING THE ECONOMIC FEASIBILITY TO REPAIR EXISTING SOLE SOURCE PIPELINE. THERE IS NO OTHER ALTERNATE SOURCE CURRENTLY AVAILABLE. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation 4-11-2001 Division have been complied with and that the information given above Approved Until is true and complete to the best of my knowledge and belief. Signature By ORIGINAL SIGNED BY CHRIS WILLIAMS DISTRICT I SUPERVISOR Printed Name & Title \_\_\_ DOROTHEA LOGAN, REGULATORY ANALYST Title \_\_\_\_\_ Date 04/06/00 Telephone No. (915) 684-7441

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