

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)

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

January 10, 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 _____ per day.

C. Name and location of nearest gas gathering facility:

Targa at the battery

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 1 mile radius of location (Payout = 77 years). No changes in pipeline option since last filing. We are asking for an extension to the 90 day period due to the low volume being flared.

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 Addison Long

Printed Name
& Title Addison Long, Regulatory Analyst

E-mail Address addisonl@forl.com

Date 7/5/17 Telephone No. 432-687-1777

OIL CONSERVATION DIVISION

Approved Until 1/10/2018

By M. Brown

Title AO/II

Date 7/10/2017

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