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 1220 S. St. Francis Dr., Santa Fe, NM 87505

E.

State of New Mexico Oil Conservation Division HOBBS OCD 1220 South St. Francis Dr. Santa Fe, NM 87505 Energy Minerals and Natural Resources

JAN 1 4 20 Spmit one copy to appropriate

NFO Permit No. RECEIVED (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) Applicant Fasken Oil and Ranch Ltd. A. whose address is 6101 Holiday Hill Road, Midland TX, 79707 hereby requests an exception to Rule 19.15.18.12 for 1880 days or until June 28 MAR 28, Yr 2019, for the following described tank battery (or LACT): Name of Lease <u>Griffin</u> Name of Pool <u>McDonald Upper Penn; Pool 44975</u> Location of Battery: Unit Letter A Section 4 Township 14S Range 36E Number of wells producing into battery 1 (API 30-025-23781) Based upon oil production of _______ barrels per day, the estimated * volume В. of gas to be flared is <u>.7 MCFPD</u> MCF; Value _____ per day. C. Name and location of nearest gas gathering facility: Distance Estimated cost of connection D. This exception is requested for the following reasons: At current gas prices, pay out of the gas pipeline would be 187 years, making the project uneconomical. There is also no new pipelines since last filing. We are asking for an extension to the 90 day period due to the low volume being flared. Flare from January 1, 2019 through June 28, 2019. OIL CONSERVATION DIVISION **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above Approved Until 03 is true and complete to the best of my knowledge and belief. Petroleum Engineer Printed Name Title & Title Addison Long, Regulatory Analyst Date E-mail Address addisong@forl.com Telephone No. 432-687-1777

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