

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)

**HOBBS OCD**

A. Applicant Fasken Oil and Ranch, Ltd.

**DEC 08 2014**

whose address is 6101 Holiday Hill Road, Midland, Texas 79707-1631

**RECEIVED**

hereby requests an exception to Rule 19.15.18.12 for 365 **90 DAYS** days or until

December 31, 2015, for the following described tank battery (or LACT):

Name of Lease Griffin Name of Pool McDonald Upper Penn-Pool 44975

Location of Battery: Unit Letter A Section 4 Township 14S Range 36E (Lea Co NM)

Number of wells producing into battery One (API #30-025-23781)

B. Based upon oil production of 5 barrels per day, the estimated \* volume

of gas to be flared is <1 (.7) MCF; Value \$2.95 (@ \$4.21/mcf; 12/2014 IF FOM EP-PB) per day.

C. Name and location of nearest gas gathering facility:

WTG Gas Gathering, NW/4 of Section 5, T14S, R36E, Lea Co NM

D. Distance approx 1.5 Miles Estimated cost of connection \$95,000

E. This exception is requested for the following reasons:

At current gas prices, pay out of the gas pipeline would be 71+ years

making the project uneconomical. Permission to flare is requested.

No new pipeline options since last filing.

**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

*Sheila Payne*

Printed Name Sheila Payne

& Title Marketing and Production Acctg Manager

E-mail Address sheilap@forl.com

Date 12/4/2014

Telephone No. 432-687-1777

**OIL CONSERVATION DIVISION**

Approved Until

3/4/2015

By

*Markus Brown*

Title

Dist. Supervisor

Date

12/8/2014

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

**DEC 09 2014**