District II	State of New Mexico Minerals and Natural Resources Conservation Division 20 South St. Francis Dr. Santa Fe, NM 87505 NFO Permit	Form C-129 Revised August 1, 2011 Submit one copy to appropriate District Office No
APPLICATION FOR EXCEP (See Rule 19.15.18.12	TION TO NO-FLARE R 2 NMAC and Rule 19.15.7.37 NMAC	

Α.	Applicant <u>Fasken Oil and Ranch, Ltd.</u> ,		
	whose address is6101 Holiday Hill Road, Midland, Texas 79707-1631,		
	hereby requests an exception to Rule 19.15.1	8.12 for <u>180</u> days or until	
	<u>7/31/2016</u> , 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 <u>A</u> Sec	tion <u>4</u> Township <u>14S</u> Range <u>36E</u> (Lea Co NM)	
	Number of wells producing into battery	One (API #30-025-23781)	
В.	Based upon oil production of <u>5</u> barrels per day, the estimated * volume		
	of gas to be flared is <u><1 (.7)</u> M	1CF; Value <u>\$1.39 (@ \$1.99/mcf. 9/2015 IF FOM EP-PB)</u> 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 <u>approx 1.5 Miles</u> Estimated cost of connection <u>\$95,000</u>		
E.	This exception is requested for the following reasons:		
<u>At current gas prices, pay out of the gas pipeline would be 187+ years making the project</u> <u>uneconomical</u> . Permission to flare is requested.			
	No new pipeline options since last filing. We low volume being flared of less than 1 MCF	e are asking for an extension to the 90 day period due to the D.	
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.		OIL CONSERVATION DIVISION	
		Approved Until 7/19/2016	
Signature		By Madeir Brown	
Printed Name <u>Sherard Bryant Baeza</u> & Title <u>New Mexico Production Analyst</u>		Title Dist, Superviser	
E-mail Address <u>bryantb@forl.com</u>		Date1/20/2016	

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

Telephone No. <u>432-687-1777</u>

Date 01/19/2015