

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 30 days or until

December 16, Yr 2019, for the following described tank battery (or LACT):

Name of Lease Denton Name of Pool Denton (Wolfcamp); Denton (Devonian)

Location of Battery: Unit Letter F Section 11 Township 15S Range 37E

Number of wells producing into battery 13

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

of gas to be flared is 280 MCFPD MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Fasken is requesting a flare permit for the above lease starting 11/17/19 through 12/16/19. KinderMorgan will be performing maintenance on its transmission line. We plan to flare for a week, but we would like to go ahead and request 30 days in case of unforeseen issues. Please see attached e-mail. API's of wells on lease are: 025-05288, 025-05289, 025-05290, 025-05291, 025-05294, 025-05295, 025-05296, 025-05297, 025-05298, 025-05299, 025-05302, 025-25331, 025-41053

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 Guelker

Printed Name

& Title Addison Guelker, Regulatory Analyst

E-mail Address addisong@forl.com

Date 10/28/19

Telephone No. 432-687-1777

OIL CONSERVATION DIVISION

Approved Until 12/16/19

By [Signature]

Title

Petroleum Engineer

Date 11/02/19

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

Davis Gas Processing, Inc.

211 North Colorado
Midland, Texas 79701-4696

Telephone: (432) 682-6311
Telecopier: (432) 682-2594

October 15, 2019

**To Producers operating leases that are connected to Davis Gas Processing, Inc.
("DGP") Denton Gas Gathering System**

Relevant Gas Gathering System:

Denton

RE: Notice of Force Majeure Event

To Whom It May Concern,

Please be advised that DGP will be experiencing a force majeure situation that will affect your Company's leases that are connected to the Denton Gas Plant's gathering system located in Lea County, New Mexico.

We have been notified by Kinder Morgan (El Paso Natural Gas) that it will perform maintenance on its transmission line (that carries residue gas from our Denton Gas Plant) during the week of November 17, 2019. Please note that we will shut down the Denton Gas Plant starting Sunday, November 17, 2019, and also make some necessary repairs, modifications, and upgrades to our Plant facilities while El Paso Natural Gas' transmission line is down for maintenance. DGP will be forced to temporarily shut out all volumes of gas on the gathering system during this period. This event is expected to last up to or through Friday, November 22, 2019.

Please notify the appropriate personnel within your company of these matters. If need be, please feel free to contact us at 432-682-6311 or our Denton Gas Plant at 575-396-5385.

We apologize for any inconvenience that this may cause. We appreciate your Company's business and patience while the above referenced maintenance, repairs and upgrades are made.

Yours very truly,



Rick P. Watkins
Director of Gas Supply

Cc: Mr. Austin Hawk
Mr. Dave Freeman
Mr. Joey Farquhar