

## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

## OIL CONSERVATION DIVISION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

Form C-129 Revised 10-1-78

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

OIL CONSERVATION DIVISION RECEIVED

NFO Permit No. 10-A
(For Division Use Only)

'89 DEC 5 AM 8 41

Applicant, Pennzoil Exploration and Production Company whose address is P.O. Box 2967, Houston, Texas 77252 hereby requests an exception to Rule 306 for \_\_\_\_\_ , 1990, for the following described tank battery (or LACT): Name of Pool WILD CAT Name of Lease 30/8-25/E Location of Battery: Unit Letter E Section 25 Township 30 N Range 18E Number of wells producing into battery \_\_\_\_\_1 Based upon oil production of \_\_\_\_\_\_\_barrels per day, the estimated \*\_\_\_\_\_volume В. of gas to be flared is 0 to 150 MCF; Value N/P Name and location of the nearest gas gathering facility: Trinidad, Colorado Distance 70 miles Estimated cost of connection \$9,500,000.00 for development project D. This exception is requested for the following reasons: Test the potential for production of coal methane from coal beds in the Raton and Vermejo formations. CONTINUE TESTING

F. I hereby certify that the rules and regulations of the Oil Conservation Division have been compiled with and that the information given above is true and complete to the best of my knowledge and belief.

L. M. M. Manual (Signature)

Superintendent of District Operations

12/4/89 (Title)
(Date)

Approved Until March 6, 1990

NEW MEXICO OIL GONSERVATION DIVISION

By Hy Electron

Title

Date 1-8-90

<sup>\*</sup>Gas-Oil ratio test may be required to verify estimated ass volume