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## 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

A. Applicant, Pennzoil Exploration and Production Company
whose address is P.O. Box 2967, Houston, Texas 77252
hereby requests an exception to Rule 306 for 90days or until
Name of Lease 30/8 - 75/E Name of Pool W/LOCHT
Location of Battery: Unit Letter <u>E</u> Section <u>25 Township</u> <u>30 N</u> Range <u>18E</u>
Number of wells producing into battery1
B. Based upon oil production ofN/Abarrels per day, the estimated * volume
of gas to be flared is to MCF; Value N/P per day.
C. Name and location of the nearest gas gathering facility:
Trinidad, Colorado
D. Distance 70 miles Estimated cost of connection \$9,500,000.00 for development pr
E. 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.
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.  Approved Until Dec 6, 1989
NEW MEXICO OIL CONSERVATION DIVISION  (Signature)  Superintendent of District Operations  Title DISTRICT SUPERVISOR
9-8-89 Date 9-8-89
*Gas-Oil ratio test may be required to verify estimated gas volume.