

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

REVIEWED

By A. Bustamante at 3:38 pm, Dec 16, 2019

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 Read & Stevens, Inc. OGRID #18917,
whose address is PO Box 1518, Roswell, NM 88202,
hereby requests an exception to Rule 19.15.18.12 for 90 days, beginning Dec 17th, 2019 days or until
March 15th, Yr 2020, for the following described tank battery (or LACT):
Name of Lease Bandit State 4-9 Lease Name of Pool Happy Valley Delaware (29665)
Location of Battery: Unit Letter L Section 10 Township 23S Range 26E
Number of wells producing into battery 6, 30-015-32553 Bandit St 4; 30-015-33319 Bandit St 5; 30-015-34174 Bandit St 6; 30-015-34761 Bandit St 7;
30-015-37434 Bandit St 8; 30-015-37939 Bandit St 9.
- B. Based upon oil production of 878 barrels per day, the estimated * volume
of gas to be flared is 1 MCF; Value \$1.9944 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: Gas production on the Bandit oil wells
contains high levels of H2S and doesn't produce an adequate amount of gas.

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 K Barajas

Printed Name
& Title Kelly Barajas, Production & Regulatory

E-mail Address kbarajas@read-stevens.com

Date 12/16/2019 Telephone No. 575-624-3760

OIL CONSERVATION DIVISION

Approved Until 3/16/2020

By A. Bustamante

Title BUSINESS OP. SPEC. - O

Date 12/16/2019

COA's ATTACHED

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