

NM OIL CONSERVATION

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

ARTESIA DISTRICT State of New Mexico
Energy Minerals and Natural Resources

JUN 09 2016 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

RECEIVED

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.
whose address is P. O. Box 1518, Roswell, NM 88202-1518
hereby requests an exception to Rule 19.15.18.12 for 120 days or until
October 7th, Yr 2016, for the following described tank battery (or LACT):

Name of Lease Hot Dog 23 Federal #2 Name of Pool Dog Canyon; Grayburg
Location of Battery: Unit Letter L Section 23 Township 16S Range 27E
Number of wells producing into battery 1 producing well

B. Based upon oil production of 5 barrels per day, the estimated * volume
of gas to be flared is TSTM MCF; Value \$2.3232 per/mcf 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 is too small to measure.
Estimated 10 MCF per month.

Hot Dog 23 Federal #2 API #30-015-38337

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 [Signature]

Printed Name
& Title Kelly Barajas, Production/Regulatory

E-mail Address kbarajas@read-stevens.com

Date 6/7/2016 Telephone No. 575-624-3760

OIL CONSERVATION DIVISION

Approved Until _____

By _____

Title _____

Date 6/9/16

*Accepted for record
NMAOCD
AB*

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