

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, 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

MAY 12 2009

Form C-129  
Revised June 10, 2003

Submit 3 Copies to appropriate  
District Office

NFO Permit No. \_\_\_\_\_  
(For Division Use Only)

**APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306**

(See Rule 306 and Rule 1129)

30-015-35062

- A. Applicant J. CLEO THOMPSON, OGRID NO.: 11181,  
whose address is P.O. BOX 12577, ODESSA TEXAS, 79768,  
hereby requests an exception to Rule 306 for 21 days or until  
APRIL 16 TO MAY 6, Yr 2009, for the following described tank battery (or LACT):  
Name of Lease MESA ARRIBA #4 Name of Pool HAPPY VALLEY BONE SPRING, EAST  
Location of Battery: Unit Letter G Section 10 Township 22S Range 26E  
Number of wells producing into battery 1
- B. Based upon oil production of 0 barrels per day, the estimated \* volume  
of gas to be flared is 210 MCF; Value NONE-SOUR per day.
- C. Name and location of nearest gas gathering facility:  
NONE - ONLY SWEET FACILITIES EXIT
- D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_\_
- E. This exception is requested for the following reasons: \_\_\_\_\_  
TO LET WELL STABILIZE SO AS TO DETERMINE IF ANY ECONOMICAL METHOD OF H2S  
TREATING EXIST FOR THIS WELL.

**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 Jim Stevens

Printed Name  
& Title JIM STEVENS, OPERATIONS MANAGER

E-mail Address jstevens@jcleo.com

Date 05/11/2009 Telephone No. (432)550-8887

**OIL CONSERVATION DIVISION**

Approved Until \_\_\_\_\_

By \_\_\_\_\_

Title \_\_\_\_\_

Date MAY 13 2009

**DENIED**

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