

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

Form C-129
Revised June 10, 2003

Submit 3 Copies to appropriate
District Office

NFO Permit No. 2-1017
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

RECEIVED

NOV -4 2009

NMOCD ARTESIA

A. Applicant Merit Energy Company

whose address is 13727 Noel Rd. Suite 500 Dallas, Texas 75240

hereby requests an exception to Rule 306 for 3 days or until

November 06, Yr 2009, for the following described tank battery (or LACT):

Name of Lease Various Wells (List Attached) Name of Pool _____

Location of Battery: Unit Letter _____ Section _____ Township _____ Range _____

Number of wells producing into battery _____

B. Based upon oil production of 89 barrels per day, the estimated * volume
of gas to be flared is 293 MCF; Value _____ 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: _____

Frontier Field Services, LLC's plant has shut-down for repairs and maintenance.

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 Lynne Moon

Printed Name
& Title Lynne Moon Regulatory Manager

E-mail Address lynne.moon@meritenergy.com

Date 11/03/2009 Telephone No. (972)628-1569

OIL CONSERVATION DIVISION

Approved Until NOV 06 2009

By Signed By Mike Benavides

Title Env. Spec.

Date NOV 04 2009

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

Shugart West 19 Federal #1	30-015-30149	N-19-18S-31E
Shugart West 19 Federal #2	30-015-30501	O-19-18S-31E SWD
Shugart West 30C Federal #1	30-015-30533	G-30-18S-31E
Shugart West 19 Federal #4	30-015-30647	M-19-18S-31E
Shugart West 19 Federal #3	30-015-30648	K-19-18S-31E
Shugart West 19 Federal #7	30-015-30686	L-19-18S-31E
Shugart West 19 Federal #5	30-015-30688	F-19-18S-31E
Shugart West 19 Federal #6	30-015-30689	G-19-18S-31E
Shugart West 19 Federal #8	30-015-30923	B-19-18S-31E
Shugart West 19 Federal #9	30-015-30924	J-19-18S-31E
Shugart West 19 Federal #10	30-015-30946	I-19-18S-31E
Shugart West 24 Federal #1	30-015-31340	I-24-18S-30E
Shugart West 24J Federal #3	30-015-31581	J-24-18S-30E
Shugart West 24G Federal #2	30-015-31742	J-24-18S-30E
Shugart West 24A Federal #4	30-015-32115	A-24-18S-30E



October 19, 2009

VIA FAX: (972) 960-1252

Merit Energy Company
Contract Administration
13727 Noel Road
Suite 500
Dallas, TX 75240

RE: Maljamar Plant Maintenance
Lea County, New Mexico
November 3-5th, 2009

To Whom It May Concern:

The Maljamar Gas Plant located in Lea County, New Mexico will be required to shutdown for repairs and maintenance. The dates for this shutdown are November 3rd, 4th and 5th, 2009. Please coordinate the shut-in of your delivery points during this time period with FFS Field Operations personnel listed below. Please provide us with a company contact, phone number and e-mail address to facilitate the shut-in and re-opening of the delivery points and any problems or concerns that might arise with the proposed timetable. I appreciate your cooperation in helping us maintain our facility so that we may continue to provide you with exceptional service.

If you have any questions, you may contact me at 918.388.8420.

Sincerely,

Jeff Hull
Vice President of Gas Supply

Measurement:

Ed McCasland	(O) 575.676.3503	(C) 575.706.9671	emccasland@frontierfieldservices.com
Jerry Wright	(O) 575.676.3512	(C) 575.361.0154	jwright@frontierfieldservices.com
David Stevens	(O) 575.676.3514	(C) 575.361.0348	dstevens@frontierfieldservices.com
Ed Kelsey	(O) 575.676.3513	(C) 575.361.0367	ekelsey@frontierfieldservices.com
Bobby Mallett	(O) 575.676.3515	(C) 575.361.0392	bmallett@frontierfieldservices.com

Pipeline:

Joe Calderon	(O) 575.676.3506	(C) 575.361.0148	jcalderon@frontierfieldservices.com
Reyes Ruiz	(O) 575.676.3517	(C) 575.361.0445	rruiz@frontierfieldservices.com
Robert Gomez	(O) 575.676.3516	(C) 575.361.0373	rgomez@frontierfieldservices.com
James Torrez	(O) 575.676.3516	(C) 575.200.5136	jtorrez@frontierfieldservices.com

Tulsa Operations:

Chad Cagle	(O) 918.388.8442	(C) 918.808.4863	ccagle@frontierfieldservices.com
Matt Franzen	(O) 918.388.8408	(C) 918.237.9300	mfranzen@frontierfieldservices.com