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

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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

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)

## HOBBS OCD

Α.	Applicant <u>Fasken Oil and Ranch, Ltd.</u>		DEC 08 2014
whose address is6101 Holiday Hill Road, Midland, Texas 79707-1631,			,
	hereby requests an exception to Rule 19.15.1	8.12 for $\frac{20}{365}$ days or until	RECEIVED
	December 31, 2015_, for the following described tank battery (or LACT):		
	Name of Lease <u>Grande</u> Name of Pool <u>East Stallion-Devonian/Pool 96633</u>		
	Location of Battery: Unit Letter <u>M</u> _Section	ion <u>3</u> Township <u>13S</u> Range <u>38E</u> (Lea Co NM)	
	Number of wells producing into battery		-
B. (Ya.	Based upon oil production of12	barrels per day, the estimate	ated * volume
n Barry E	of gas to be flared is1.7MCF; Value <u>\$7.16 (@ \$4.21/mcf: 12/2014 IF FOM EP-PB)</u> per day.		
	Name and location of nearest gas gathering facility:		
Targa Midstream			
D.	Distance <u>1.5 Miles</u> Estimated cost of connection <u>\$95,000</u>		
E.	This exception is requested for the following reasons:		
	It is uneconomical to connect the well to Targa at the current production rate and commodity prices.		
The location is approx. 5.04 mi east and 2.8 mi south of Gladiola NM. No structures within			
<u>1 mile radius of location. (Payout= 35+ yrs)</u> No changes in pipelines options since last filing.			
		OIL CONSERVATION DIVISION	
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above		OIL CONSERVATION DIVISION Approved Until $3/4/20$	15
Signature	ete to the best of my knowledge and belief.	By Mapy Brow	Martin Marsak
Printed Name Sheila Payne   & Title Marketing and Production Acctg Manager			QUU AQ4530

Date

E-mail Address sheilap@forl.com

Telephone No. <u>432-687-1777</u> Date 12/4/2014

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

DEC 09 2014

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