

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

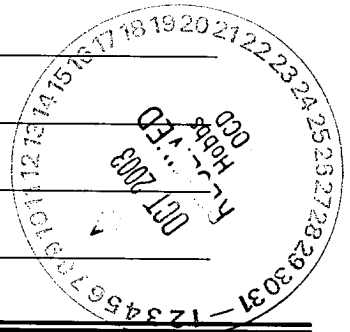
Submit 3 Copies to appropriate
District Office

NFO Permit No. I-897-A
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

- A. Applicant Read & Stevens, Inc.,
whose address is P. O. Box 1518 Roswell, New Mexico 88202,
hereby requests an exception to Rule 306 for _____ days or until
October, Yr 2004, for the following described tank battery (or LACT):
Name of Lease Meredith State #1 Name of Pool Vacuum; Cisco-Canyon, NE
Location of Battery: Unit Letter F Section 24 Township 17S Range 35E
Number of wells producing into battery 1
- B. Based upon oil production of 7 barrels per day, the estimated * volume
of gas to be flared is TSTM MCF; Value 0 per day.
- C. Name and location of nearest gas gathering facility:
(low pressure) Duke
- D. Distance 2 miles Estimated cost of connection \$51,000
- E. This exception is requested for the following reasons: _____
Gas volume is to low to attract any market.



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 John C. Maxey, Jr./Operations Manager

E-mail Address _____

Date 10-7-03 Telephone No. 505/622-3770

OIL CONSERVATION DIVISION

Approved Until 10/8/04

By [Signature]

Title PETROLEUM ENGINEER

Date OCT 14 2003

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