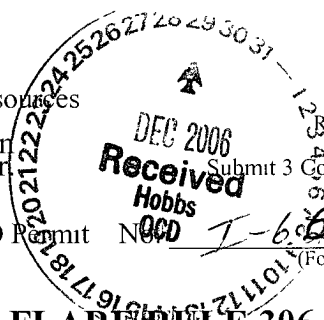


District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
1301 W Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S St Francis Dr, Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

NFO Permit



Form C-129

Revised June 10, 2003

Submit 3 Copies to appropriate  
District Office

(For Division Use Only)

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

(See Rule 306 and Rule 1129)

30-025-23781

- A. Applicant Fasken Oil and Ranch, LTD
- B. whose address is 303 W Wall, Suite 1800 Midland, TX 79701-5116
- hereby requests an exception to Rule 306 for 365 days or until  
December 20, 2007, for the following described tank battery (or LACT):
- Name of Lease Griffin Name of Pool McDonald Upper Penn Pool 44975
- Location of Battery: Unit Letter A Section 4 T-14S R-36E
- Number of wells producing into battery One
- B. Based upon oil production of 7 barrels per day, the estimated \* volume  
of gas to be flared is 1 (one) MCFPD; Value 4.50 per day.
- C. Name and location of nearest gas gathering facility: Gas Company of New Mexico
- D. Distance 1/2 mile estimated cost of connection
- E. This exception is requested for the following reasons: uneconomical

**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

Maxine Kirkpatrick

Title: Production Analyst

E-mail maxmek1@forl.com

Date: 12-14-06 Telephone No. 432 687-1777

**OIL CONSERVATION DIVISION**

Approved Until

1/2/08

By

Darryl W. Wink

Title

OC FIELD REPRESENTATIVE II/STAFF MANAGER

Date

JAN 02 2007

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