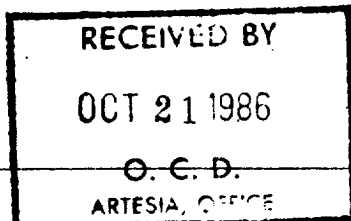


C/SF
Operator

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306



NFO Permit No. 2-759
(For Division Use Only)

A. Applicant, Fred Pool Drilling, Inc.,

whose address is P.O. Box 1393, Roswell, N.M. 88201,

hereby requests an exception to Rule 306 for indefinite period or until

 , 19 , for the following described tank battery (or LACT):

Name of Lease Plains State Name of Pool Und. E. San Andres

Location of Battery: Unit Letter G Section 16 Township 11S Range 28E

Number of wells producing into battery 9 wells

B. Based upon oil production of 49 bbls barrels per day, the estimated* volume

of gas to be flared is 600 MCF; Value 900.00 per day.

C. Name and location of the nearest gas gathering facility:

El Paso Natural Gas Co.

D. Distance 30 miles Estimated cost of connection \$80,000.00

E. This exception is requested for the following reasons:

There is no facility to be economical.

F. 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.

Fred Pool Drilling, Inc.

Fred Pool
(Signature)

Vice President
(Title)

October 20, 1986
(Date)

Approved Until Further Notice

Gas must Be Flared
NEW MEXICO OIL CONSERVATION DIVISION

By *Mike Williams*

Title OIL AND GAS INSPECTOR

Date OCT 24 1986

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