

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

O. C. D.
ARTESIA, OFFICE

NFO Permit No. 2-627
(For Division Use Only)

A. Applicant, Santa Rita Exploration Corporation

whose address is P. O. Box 798 Artesia, New Mexico 88210

hereby requests an exception to Rule 306 for 60 days or until

October 20, 19 82, for the following described tank battery (or LACT):

Battery #1
Name of Lease Moonahine 7 Name of Pool Twin Lakes-SA Assoc.

Location of Battery: Unit Letter F Section 7 Township 9S Range 29E

Number of wells producing into battery One

B. Based upon oil production of 30 barrels per day, the estimated* volume
of gas to be flared is 45 MCF; Value _____ per day.

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

Mapco

D. Distance 3/4 mile Estimated cost of connection _____

E. This exception is requested for the following reasons:

Ownership in 7-#1 is different from all the other wells in Section 7.
We are trying to evaluate the most economical means to sell gas on the 7-#1
thru the 7-#2 system. This is requiring consent of the owners which
has not been currently obtained. We are trying to get all of
their approval on this matter.

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.

[Signature]
(Signature)
Production Clerk
(Title)
August 20, 1982
(Date)

Approved Until Oct 20, 1982

NEW MEXICO OIL CONSERVATION DIVISION

By [Signature]

Title OIL AND GAS INSPECTOR

Date AUG 26 1982

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