

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

Submit 3 Copies to
Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-129
Revised 4-1-91

NFO Permit No. 2-868

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306
(See Rule 306 and Rule 1129)

- A. Applicant ORLYX ENERGY COMPANY,
whose address is P.O. Box 2880 Dallas, Tx 75221-2880,
hereby requests an exception to Rule 306 for 45 days or until
August 31, 19 96, for the following described tank battery (or LACT):
Name of Lease CONOCO STATE Name of Pool INDIAN BASIN
Location of Battery: Unit Letter F Section 2 Township 22S Range 23E
Number of wells producing into battery 2
- B. Based upon oil production of 0 barrels per day, the estimated * volume
of gas to be flared is 200 p/d MCF; Value \$300 per day.
- C. Name and location of nearest gas gathering facility:
INDIAN BASIN PLANT JUL 20 1996
- D. Distance N/A Estimated cost of connection N/A
- E. This exception is requested for the following reasons: WELL HAS WATERED
OUT & WE ARE ATTEMPTING TO PUMP WTR
OFF TO OBTAIN MARKETABLE AMOUNT
OF PRODUCTION TO PLANT.

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 Red L. Bailey

Printed Name

& Title Red L. Bailey - Analyst

Date 2/18/96 Telephone No. (214) 715-4828

OIL CONSERVATION DIVISION

Approved Until 8/31/96

By Jim W. Brown

Title District Supervisor

Date 7/30/96

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