

RECEIVED

APPLICATION FOR EXCEPTION TO THE FLARE RULE 306

OCT 27 '87

FEB 25 '88

NFO Permit No. 2-792

(For Division Use Only)

O. C. D.  
ARTESIA, OFFICE

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A. Applicant, Exxon Corporation

whose address is P. O. Box 1600, Midland, Texas 79702

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

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

Name of Lease Catclaw Draw #8 Name of Pool Catclaw Draw Delaware

Location of Battery: Unit Letter G Section 22 Township 21S Range 25E

Number of wells producing into battery 1

B. Based upon oil production of 40 barrels per day, the estimated volume of gas to be flared is 40 MCF; Value \$57.60 per day.

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

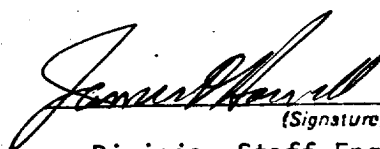
Gas Company of New Mexico high pressure line, Sec. 14, 21S, 25E

D. Distance ± 6000' Estimated cost of connection \$110,000

E. This exception is requested for the following reasons:

- 1) Exxon's overall loss for the well will be less to plug the well without producing than to incur the cost to connect and produce.
- 2) Well will be plugged if flaring is not allowed.
- 3) Production from well could help evaluate additional development potential of this section and state leases in area.

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) James D. Howell  
Division Staff Engineer  
(Title)  
10-22-87  
(Date)

Gas Must Be Flared

Approved Until Further Notice

NEW MEXICO OIL CONSERVATION DIVISION

By Mike Williams

Title OIL AND GAS INTERESTS

Date MAR 09 1988