

MERIDIAN OIL

RECEIVED

JUN 27 '94

U.S.
ARTESIA, OFFICE

June 15, 1994

Mr. M. B. Williams, Supervisor
Oil Conservation Division
State of New Mexico
P. O. Drawer DD
Artesia, New Mexico 88210

Re: Shelby Federal Lease
Unit K, Sec. 12, T22S, R24E
Eddy County, New Mexico

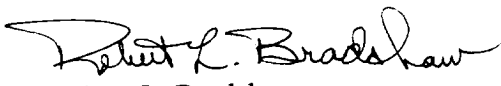
Dear Mr. Williams:

Our Shelby Federal Lease sells gas to the Gas Company of New Mexico system serving that area. Meridian was notified by the Gas Company on June 13, 1994, that their line had a hole that must be repaired. We began flaring the gas-well gas at about 2300 hours (MDT) on that day. The back-pressure on the well was increased to limit the amount of gas to be flared to about 1.7 mmscf/d. The flaring should be discontinued by no later than 1700 hours (MDT) on June 15, 1994. This allows time for the Gas Company to repair and hydrotest the line and to return it to service.

Attached is Form C-129 providing the details of the flaring event. Even though that form seems to be for casinghead gas, it is the best form I found on which to report the event. The event was telephonically reported to your office the morning of July 14, 1994.

If additional information is needed, please contact me at (915) 688-6836 or Mr. Reggie Reston at (505) 748-1321.

Sincerely,


Robert L. Bradshaw
Sr. Environmental Rep.

7-11-94 - sk report
was phoned in + situation
checked in field return to file
-HMM

c: Files
R. E. Reston
T. H. Olle
B. J. Boles, Jr.
BLM, Carlsbad, N.M.

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

Form C-129
Revised 4-1-91

RECEIVED OIL CONSERVATION DIVISION

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

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NFO Permit No. _____
(For Division Use Only)

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

A. Applicant Meridian Oil Inc. Ogrid 26485,
whose address is P. O. Box 51810, Midland, Texas 79710-1810,
hereby requests an exception to Rule 306 for 1.75 days or until
June 15, 19 94, for the following described tank battery (or LACT):

Name of Lease Shelby Federal Name of Pool McKittrick (Upper Penn)

Location of Battery: Unit Letter K Section 12 Township 22S Range 24E

Number of wells producing into battery 1

B. Based upon oil production of Gas well barrels per day, the estimated * volume
of gas to be flared is 2.975 MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

currently connected to Gas Co. of N.M.

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Maintenance necessary to
gas sales line. Flaring necessary from 2300 hrs on 6/13
to 1700 hrs on 6/14.

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 Robert L. Bradshaw

Printed Name Robert L. Bradshaw
& Title Sr. Environmental Rep.

Date 6/15/94 Telephone No. 915-688-6800

OIL CONSERVATION DIVISION

Approved Until _____

By JM

Title _____

Date 7-11-94

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