

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
811 South First, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Oil Conservation Division  
2040 South Pacheco  
Santa Fe, NM 87505

C151

Form C-129  
Revised March 17, 1999

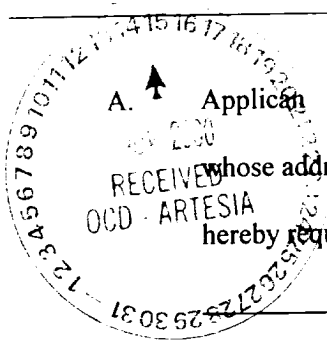
Submit 3 Copies to appropriate  
District Office

NFO Permit No. 2-911

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)



A. Applicant Fasken Oil and Ranch, Ltd.  
whose address is 303 W. Wall Ave., Suite 1800, Midland, TX 79701-5116  
hereby requests an exception to Rule 306 for 365 days or until

December 1, Yr 2001, for the following described tank battery (or LACT):

Name of Lease El Paso Federal No. 10 Name of Pool Foster Draw (Delaware) Oil

Location of Battery: Unit Letter Lot 34 Section 2 Township 21S Range 26E

Number of wells producing into battery 1

B. Based upon oil production of 8 barrels per day, the estimated \* volume  
of gas to be flared is TSTM MCF; Value TSTM per day.

C. Name and location of nearest gas gathering facility:

Duke Energy Low pressure gas line, Sec 33, T20S, R27E

D. Distance 2.4 miles Estimated cost of connection \$75,000

E. This exception is requested for the following reasons: The \$75,000 cost to connect this low volume  
is not economical. The well is being pumped using a gas engine run on casinghead gas.

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 Carl Brown

Printed Name  
& Title Carl Brown, Petroleum Engineer

Date 11-14-00 Telephone No. (915) 687-1777

OIL CONSERVATION DIVISION

Approved Until 1/11/2004

By Mae Sturfield

Title Field Rep. II

Date 1/11/2001

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