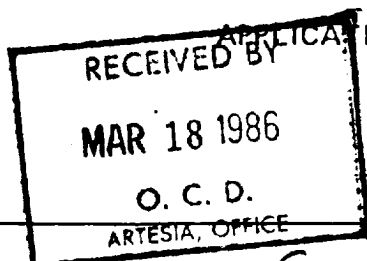


C/SF
Open



APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

NFO Permit No. 2-744
(For Division Use Only)

A. Applicant, Amoco Production Company
whose address is P.O. Box 68, Hobbs, NM 88240

hereby requests an exception to Rule 306 for 45 days or until

May 1, 19 86, for the following described tank battery (or LACT):

Name of Lease Ingalls Name of Pool South Loving Delaware

Location of Battery: Unit Letter B Section 22 Township 23-S Range 28-E

Number of wells producing into battery 1

B. Based upon oil production of 49 barrels per day, the estimated volume
of gas to be flared is 490 MCF; Value \$490 per day.

C. Name and location of the nearest gas gathering facility: Well is connected to
El Paso Natural Gas Company's sales line

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: High line pressure on
El Paso's gathering line prevents this well
from producing. Request approval to vent gas
for 30-45 days to conduct a study to determine
if compression facilities are feasible and
evaluate economics of installing rods & pump in
well.

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.

Gas must be Flared

Beverly A. Ottwell
(Signature)

Senior Administrative Analyst
(Title)

3-17-86
(Date)

Approved Until April 6th

NEW MEXICO OIL CONSERVATION DIVISION

By Mike Williams

Title OIL AND GAS INSPECTOR

Date MAR 27 1986