

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

RECEIVED

JAN 21 1982

NFO Permit No. _____

(For Division Use Only)

O. C. D.

ARTESIA OFFICE

A. Applicant, MADDOX ENERGY CORPORATION

whose address is P.O. BOX 217, LOVING, NEW MEXICO 88256

hereby requests an exception to Rule 306 for Sixty (60) days or until

March 20, 19 , for the following described tank battery (or LACT):

Name of Lease Pardue Farms 27, Btry 6 Name of Pool S. Culebra Bluff Bone Springs

Location of Battery: Unit Letter N Section 27 Township 23-S Range 28-E

Number of wells producing into battery 1

B. Based upon oil production of 94 barrels per day, the estimated* volume
GOR = 1.043

of gas to be flared is 98 MCF; Value \$294.00 per day.

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

Maddox Energy 100 psi gathering line-2500 ft. from battery

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons:

Gas sales pipeline hookup was not started immediately after the well was completed because of the necessity to determine the commercial value of the well. The pipeline tie-in to the existing gathering system must cross under the Carlsbad Irrigation District irrigation canal. We are currently awaiting their approval prior to crossing the canal. We anticipate approval and installation of the line by March 20, 1982, and respectfully request a waiver until this date.

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]
(Signature)

Production Supervisor
(Title)

January 20, 1982
(Date)

Approved Until	_____
By	<u>[Signature]</u>
Title	<u>SUPERVISOR, DISTRICT II</u>
Date	<u>JAN 25 1982</u>

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