

RECEIVED
APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

JAN 25 1982

c/SF
Operator

O. C. D.
ARTESIA, OFFICE

NFO Permit No. 2-591
(For Division Use Only)

A. Applicant, HCW Exploration, Inc./
whose address is P. O. Box 10585, Midland, Texas 79702

hereby requests an exception to Rule 306 for 90 days or until

April 1, 19 82, for the following described tank battery (or LACT):

Name of Lease MWJ State Name of Pool Wildcat (Bone Spring)

Location of Battery: Unit Letter N Section 30 Township 24S Range 29E

Number of wells producing into battery 1

B. Based upon oil production of 11 barrels per day, the estimated * volume
of gas to be flared is 92 MCF; Value \$200 per day.

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

El Paso Natural Gas

D. Distance 1½ mile Estimated cost of connection _____

E. This exception is requested for the following reasons:

Negotiations are in progress with El Paso to tie into their 400 psi line, but El Paso cannot tell us when we can be hooked up. A compressor will have to be purchased or rented since there are no low pressure casinghead gas lines in the area. Also, evaluation of how the well will perform is taking longer than expected due to surface pumping equipment problems and downhole pumping equipment problems.

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.

Steve Douglas Steve A. Douglas
(Signature)

Division Engineer

(Title)

January 21, 1982

(Date)

Approved Until April 1, 1982

NEW MEXICO OIL CONSERVATION DIVISION

By Mike Wilkins

Title OIL AND GAS INSPECTOR

Date FEB 17 1982

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