

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306
RECEIVED

JUL 30 1982

NFO Permit No. 2-625
(Commission Use Only)

O. C. D.

ARTESIA, OFFICE

A. Applicant, HCW Exploration, Inc. ✓whose address is P.O. Box 10585, Midland, Texas 79702hereby requests an exception to Rule 306 for 150 days or untilJanuary 1, 19 83, 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 24-S Range 29-ENumber of wells producing into battery 1B. Based upon oil production of 5 barrels per day, the estimated (*) volume of gas to be flared is 46.35 MCF; Value \$115.00 per day.


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

El Paso Natural GasD. Distance 1 1/2 miles Estimated cost of connection NA

E. This exception is requested for the following reasons:

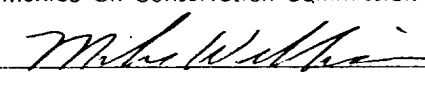
HCW Exploration has obtained right of way clearance from the well to El Paso Natural Gas' pipeline, but due to present status of most gas transmission operators, negotiations with El Paso have come to a standstill. HCW is presently negotiating with Llano Pipeline. After our conversation with Mr. W. A. Gressett with NMOCD, new tests were conducted to update previous test data. Please find enclosed test results (Supplements 1 & 2), indicating that the Lease uses 11 MCF/Day.

F. I hereby certify that the rules and regulations of the Oil Conservation Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief.

 J. Michael Reeves
(Signature)
Drilling & Production Engineer
(Title)
7-28-82
(Date)

Approved Until 1-2-83

New Mexico Oil Conservation Commission

By Title OIL AND GAS INSPECTORDate JUL 30 1982

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