

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306 (See Rule 306 and Rule 1129)

А.	Applicant <u>NGX Company, Inc.</u> ,						
	whose address isP.O. Box 5, Roswell, NM 88202-0005,						
	hereby requests an exception to Rule 306 for days or until						
	, Yr, for the following described tank battery (or LACT):						
	Name of Lease Boggs Fee #1 Name of Pool Esperanza Delaware						
	22 Location of Battery: Unit Letter I Section 21 Township 215 Range 27E						
	Number of wells producing into battery1						
В.	Based upon oil production of barrels per day, the estimated * volume						
	of gas to be flared is 60 MCF; Value \$160.00 per day.						
C.	Name and location of nearest gas gathering facility:						
	No low-pressure lines in close proximity.						
D.	Distance 1Mile Estimated cost of connection \$12,000.00						
E.	This exception is requested for the following reasons: <u>To flow test Delaware perforations</u> and to bleed well down preparatory to re-entry and well workover.						
OPERATOR	OIL CONSERVATION DIVISION						
Divisior: have be	hat the rules and regulations of the Oil Conservation en complied with and that the information given above lete to the best of my knowledge and belief. Approved Until						
-	ByBy						
Printed Name							

Title

Date

& Title _____ George L. Scott III, Owner

Date	<u>5/7/2002</u> Telephone No. (505)622.6713

N	IAY	1	0	2002

* Gas-Oil ratio fact may be required to verify estimated gas volume. The gas must be burned. Due to the location a pilot and/or flare must be lit at all times. It is recommended that the flare stack be a minimum of