

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

NFO Permit No.

2-864

(For Division Use Only)

A. Applicant, Pogo Producing Company,

whose address is P. O. Box 10340, Midland, TX 79702-7340,

hereby requests an exception to Rule 306 for 365 days or until

8/1, 1996, for the following described tank battery (or LACT):

Name of Lease Lightfoot #1 Name of Pool Wildcat Delaware

Location of Battery: Unit Letter J Section 14 Township 24S Range 28E

Number of wells producing into battery 1

B. Based upon oil production of 25 barrels per day, the estimated volume

of gas to be flared is 30 MCF; Value \$27.00 per day.

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

Llano was to reopen pipeline connect on above location.

D. Distance _____ Estimated cost of connection \$3000.00

E. This exception is requested for the following reasons:

Pogo's intention was to connect to Llano's pipeline by reopening an existing line that was abandoned when the subject well was T/A'd from the Morrow formation. But Llano's line operates at 700 psi which requires compression. The cost for a compressor is \$1200/month which makes it uneconomical to try to sell gas at a 30 mcfpd rate.

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.

Barbara L. Smith
(Signature)

Senior Operations Engineer

(Title)

January 24, 1996

(Date)

Approved Until

8/1/96

NEW MEXICO OIL CONSERVATION DIVISION

By ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

Title

Date

FEB 01 1996