

GRANTED - 60 DAYS ON ORIGINAL  
C-104 - Rule 306

WILL CHECK OUT - FOR ADDITIONAL  
TIME - SEEMS LIKE A BUNCH OF  
GAS - & DISTANCE NOT TOO GREAT

MIKE HAS OTHER COPIES  
OF C-129

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

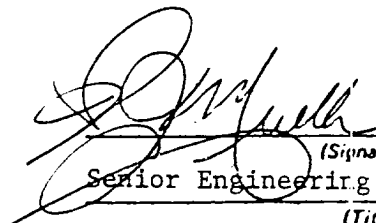
AUG 16 1983

O. C. D.  
ARTESIA, OFFICE

NFO Permit No. \_\_\_\_\_  
(For Division Use Only)

- A. Applicant, Phillips Petroleum Company--663680,  
whose address is Room 401, 4001 Penbrook, Odessa, TX 79762,  
hereby requests an exception to Rule 306 for 120 days or until  
December 29, 19 83, for the following described tank battery (or LACT):  
Name of Lease Drag-C Name of Pool Undesignated Bone Spring  
Location of Battery: Unit Letter 0 Section 19 Township 23-S Range 27-E  
Number of wells producing into battery Two
- B. Based upon oil production of 12 barrels per day, the estimated \* volume  
of gas to be flared is 393 MCF; Value \$303.86 per day.
- C. Name and location of the nearest gas gathering facility:  
Llano & El Paso
- D. Distance 1/2 mile Estimated cost of connection \_\_\_\_\_
- E. This exception is requested for the following reasons:  
Exception is requested for additional time in order to evaluate the  
economics of setting gas compression equipment. The Bone Spring  
gas carrier has not yet been contracted.

- 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)  
Senior Engineering Specialist  
\_\_\_\_\_  
(Title)  
August 12, 1983  
\_\_\_\_\_  
(Date)

Approved Until \_\_\_\_\_  
\_\_\_\_\_  
NEW MEXICO OIL CONSERVATION DIVISION  
By \_\_\_\_\_  
Title \_\_\_\_\_  
Date \_\_\_\_\_