

DISTRICT I
P.O. Box 1900, Hobbs, NM 88241-1900

DISTRICT II
P.O. Box 1900, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Grande Rd., Azusa, NM 87410

Submit 3 Copies to
Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-129 *clsf*
Revised 4-1-91

NFO Permit No. 2-867
(For Division Use Only)

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

- A. Applicant MYCO INDUSTRIES, INC. / STRATA PRODUCTION CO.
whose address is P.O. BOX 840, Artesia, NM 88210
hereby requests an exception to Rule 306 for _____ days or until
_____, 19____, for the following described tank battery (or LACT):
Name of Lease: WEST LOVING UNIT #1 Name of Pool: CASS DRAW DELAWARE (UNDESIGNATED)
Location of Battery: Unit Letter J Section 23 Township 23S Range 27E
Number of wells producing into battery ONE
- B. Based upon oil production of 30 barrels per day, the estimated * volume
of gas to be flared is 60 MCF; Value \$55.00 per day.
- C. Name and location of nearest gas gathering facility:
GPM LP LINE
- D. Distance 12-MILES EAST Estimated cost of connection \$208,000.00 (INCLUDING R.O.W.)
- E. This exception is requested for the following reasons: UNECONOMICAL TO CONSTRUCT A 12-MILE
LINE & ACQUIRE R.O.W.

RECEIVED

JUN 20 1996

CERTIFIED RETURN P 387 148 381

OIL CON. DIV.

DIST. 2

OPERATOR

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 A.N. Muncy, PEIS

Printed Name
& Title A.N. MUNCY, PEIS-MYCO OPER. MGR.

Date 6/24/96 Telephone No. 505-748-4260

OIL CONSERVATION DIVISION

Approved Until 11/1/98

By Jim W. Gurn

Title District Supervisor

Date 7/11/96

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