District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resour.

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505

Form C-129 Revised March 17, 1999

Submit 3 Copies to appropriate District Office

NFO Permit No.

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

А.	Applicant <u>Nadel and Gussman Permian</u> ,		
	whose address is 601 N. Marienfeld, Suite 508, Midland, Texas 79701,		
	hereby requests an exception to Rule 306 fordays or until		
	<u>9/3 to 9/6</u> , Yr <u>2002</u> , for the following described tank battery (or LACT):		
	Name of Lease <u>El Presidente State</u> Name of Pool <u>Black River Atoka/Morrow</u>		
	Location of Battery: Unit Letter <u>H</u> Section <u>2</u> Township <u>24-S</u> Range <u>27-E</u>		
	Number of wells producing into battery1		
В.	Based upon oil production ofbarrels per day, the estimated * volume		
	of gas to be flared is	MCF; Value\$3000	per day.
C.	Name and location of nearest gas gathering facility:		
D.	DistanceEstimated co	ost of connection	<u> CD</u> RECEIVED ARTESIA 57
E.	This exception is requested for the following reasons: <u>During the week of September 2 NGP is</u> <u>planning to install a larger flowline for this well.</u> We are requesting this permit to allow us to flare the well for a maximum of 12 hours during this week to avoid shutting the well in. NGP SI this well in from <u>8/9/02 to 8/12/02 for a pressure buildup</u> . When NGP put the well back on production a 500 mcfd production loss occurred. NGP believes that shutting in the well will result in a loss of productivity.		
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.		Approved Until Application Denied	
Signature <u>R. g. m. Ceachy</u>		By Mike (Stublefiel	d
Printed Name & Title Kem E. McCreudy		Title Envir. Eng. Spec.	
	2_Telephone No. <u>915-682-4429</u>	Date 9/24/2002	

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