

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

State of New Mexico
Energy, Minerals and Natural Resources Department

458
Form C-129
Revised 4-1-91

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

OIL CONSERVATION DIVISION

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

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

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)

- A. Applicant DALEN Resources Oil & Gas Co.,
whose address is 6688 N. Central Expwy., Suite 1000, Dallas, TX 75206,
hereby requests an exception to Rule 306 for 30 days or until
April 14, 19 95, for the following described tank battery (or LACT):
Name of Lease Murchison 2 State No. 1 Name of Pool Wildcat; Delaware
Location of Battery: Unit Letter H Section 2 Township 25S Range 26E
Number of wells producing into battery 1
- B. Based upon oil production of 134 barrels per day, the estimated * volume
of gas to be flared is 268 MCF; Value \$308.00 ** per day.
** Minus marketing costs
- C. Name and location of nearest gas gathering facility:
NGPL - 1/2 mile El Paso - 1/4 mile
- D. Distance See above Estimated cost of connection Unknown at this time
- E. This exception is requested for the following reasons: Establish the size of the reservoir
and accurately measure the GOR and other fluid properties prior to moving
ahead with our offset plans. Flowing the well prior to pipeline
installation will accelerate the offset drilling.

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

Printed Name

& Title Cindy R. Keister

Date 03/14/95 Telephone No. 214 706-3640

OIL CONSERVATION DIVISION

Approved Until 4/14/95

By

ORIGINAL SIGNED BY TIM W. GUM
DISTRICT II SUPERVISOR

Title

Date

MAR 30 1995

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

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