

R. J. Broussard District Manager May 8, 1986

Amoco Production Company

Petroleum Center Building 501 Airport Drive Farmington, New Mexico 87401 505-325-8841

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BUREAU OF LAND MANAGEMENT **FARMINGTON RESOURCE AREA**

Bureau of Land Management

Attn: Ken Townsend Caller Service 4104 Farmington, NM 87499

File: DDL-441-400(WF)

Dear Mr. Townsend:

Exception to No-Flare Helen Hasuse No. 1 Federal Lease No. NO-G-8501-1071 NW/NE Section 8, T25N, R8W San Juan County, New Mexico

Amoco Production Company requests an exception to the No-Flare Rule for the subject well. At this time, we are negotiating a gas sales contract. Until such a contract is finalized, we would like to vent the gas and produce the oil. According to initial production tests, the well produces approximately 152 mcf/d and 40 barrels of oil for a gas-oil ratio of 3,800.

Thank you for your time and cooperation. If you have any questions concerning this matter, please contact Morris Bell of our office at 325-8841, ext. 244.

Sincerely,

SKB/ct

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Payment of Compensatory royalty on volume vented is APPROV

AREA MANAGER FARMINGTON RESOURCE AREA