

District I  
1625 N French Dr, Hobbs, NM 88240  
District II  
811 S First St, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S St. Francis Dr, Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Form C-129  
Revised August 1, 2011

**HOBBS OCD** Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit one copy to appropriate  
District Office

NFO Permit No. I-966-F  
(For Division Use Only)

REC'D 07 2011

**APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12**

(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)

- A. Applicant Fasken Oil and Ranch, Ltd.,  
whose address is 303 W. Wall St., Suite 1800, Midland, Texas 79701-5106,  
hereby requests an exception to Rule 19.15.18.12 for 365 days or until  
December 28, Yr 2012, for the following described tank battery (or LACT):  
Name of Lease Grande Name of Pool East Stallion-Devonian/Pool 96633  
Location of Battery: Unit Letter M Section 3 Township 13S Range 38E  
Number of wells producing into battery One (API #30-025-33502)
- B. Based upon oil production of 14 barrels per day, the estimated \* volume  
of gas to be flared is 2 MCF; Value \$6.90 per day.
- C. Name and location of nearest gas gathering facility:  
Targa Midstream
- D. Distance 1.5 Miles Estimated cost of connection \$79,200
- E. This exception is requested for the following reasons: \_\_\_\_\_  
It is uneconomical to connect the well to Targa at the current production rate and commodity prices.  
The location is approx. 5.04 mi east and 2.8 mi south of Gladiola NM. No structures within  
1 mile radius of location.

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 Sheila Payne

Printed Name Sheila Payne  
& Title Marketing and Production Acctg Manager

E-mail Address sheilap@forl.com

Date 12/5/11 Telephone No. 432-687-1777

OIL CONSERVATION DIVISION

Approved Until 8-21-2012

By [Signature]

Title Staff Sgt

Date 12-7-2011

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