District I 1625 N. French Dr., Hobbs, NM 88240 District II

## State of New Mexico Energy Minerals and Natural Resources

Form C-129 Revised August 1, 2011

811 S. First St., Artesia, NM 88210

HOBBS OGP Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Submit one copy to appropriate District Office

District III 1000 Rio Brazos Road, Aztec, NM 87410 1220 S. St. Francis Dr., Santa Fe, NM 87505

JUL 07 2017

NFO Permit No. (For Division Use Only)

## 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 <u>Fasken Oil and Ranch Ltd.</u>   | 1                              |          |
|---|--|--------------------------------|----------|
|   | whose address is6101 Holiday Hill Road, Midland TX, 79707, hereby requests an exception to Rule 19.15.18.12 for180 days or until |                                |          |
|   |  |                                |          |
|   | Name of Lease Griffin Name of Pool Mcdonald Upper Penn- Pool 44975   |                                |          |
|   | Location of Battery: Unit Letter <u>A</u> S  | ection 4 Township 14S Range    | 36E      |
|   | Number of wells producing into battery1_(API 30-025-23781)   |                                |          |
| В.  | Based upon oil production of5_   | barrels per day, the estimated | * volume |
|   | of gas to be flared is7 MCFPD  | MCF; Valuep                    | er day.  |
| C.  | Name and location of nearest gas gathering facility:   |                                |          |
|   | WTG Gas Gathering  |                                |          |
| D.  | Distance1.5 MilesEstimated   | cost of connection \$95,000    |          |
| E. This exception is requested for the following reasons: At current gas prices, pay out of the gas pipeline would be 187 years, making the project uneconomical. Permission to flare is requested. No new pipeline options since last filing. We are asking for an extension to the 90 day period due to the low volume being flared of less than 1 MCFPD. |  |                                |          |
| OPERATOR I hereby certify that the rules and regulations of the Oil Conservation  |  | OIL CONSERVATION DIVISION      |          |
| 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 1/10/2018       |          |
| Signature Alle  |  | By MaBrown                     |          |
| Printed Name<br>& Title Addison Long, Regulatory Analyst  |  | Title AO/II                    |          |
| E-mail Address addisonl@forl.com  |  | Date 7/10/2011                 | 7        |
| Date 7/5/17   | Telephone No. 432-687-1777   |                                |          |

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