

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

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

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

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 Fasken Oil and Ranch Ltd.,

whose address is 6101 Holiday Hill Road, Midland TX, 79707,
hereby requests an exception to Rule 19.15.18.12 for 90 days or until

July 11, Yr 2018, for the following described tank battery (or LACT):

Name of Lease Laguna "16" State / Name of Pool Salt Lake; Bone Spring

Location of Battery: Unit Letter P Section 16 Township 20S Range 32E /

Number of wells producing into battery 2 #2H (API 30-025-40680) and 9H (30-025-42132)

B. Based upon oil production of _____ barrels per day, the estimated * volume
of gas to be flared is _____ MCF; Value 230 MCFPD per day.

C. Name and location of nearest gas gathering facility:

Frontier Field Services

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Fasken is requesting a flare permit that started April 13, 2018. Frontier shut us in and was supposed to last less than 24 hours and was brought to my attention, it flared for 48 hours. Frontier has plant maintenance that will cause us to be shut in again April 23-30, 2018 and again May 7-21, 2018, so we want to go ahead and request 90-day flare to cover all of this.

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 Addison Long

Printed Name
& Title Addison Long, Regulatory Analyst

E-mail Address addisong@forl.com

Date 4/20/18 Telephone No. 432-687-1777

OIL CONSERVATION DIVISION

Approved Until 7/11/2018

By Mary Brown

Title AO/H

Date 4/24/2018

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