District J
1625 N French Dr , Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 June 10, 2003

Submit 3 Copies to appropriate District Office

NFO Permit No. 1 - 973-E

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

A.	Applicant Fasken Oil and Ranch, Ltd.
	whose address is 303 West Wall, Suite 1800 Midland, TX 79701 ,
6 of W	hereby requests an exception to Rule 306 fordays or until
400 400 400 400 400	, Yr, for the following described tank battery (or LACT):
050 050 050 050	Name of LeaseWingerdName of PoolGladiola (Devonian)
360-05 - 360-05 - 360-05 - 360-05 - 360-05	Location of Battery: Unit Letter Section24Township12SRange37E
	Number of wells producing into battery5
	Based upon oil production of 56barrels per day, the estimated * volume
	of gas to be flared is1 MCF; Value\$4.00 per day.
C.	Name and location of nearest gas gathering facility:
	Dynegy meter run on location SCON
D.	DistanceEstimated cost of connection
E.	This exception is requested for the following reasons: Dynegy will no longer gather
	gas volumes of less than 5 MCFPD due to costs. The meter run is
	dis-connected.
OPERATOR  I hereby certify	that the rules and regulations of the Oil Conservation  OIL CONSERVATION DIVISION
	een complied with and that the information given above Approved Until 7/15/08
Signature	Janes (aucie By Lange While
Printed Name & Title	Jimmy D. Carlile  Regulatory Affairs Coor.  Title  OCHRIJATENDANIA (CONT.)
E-mail Addre	Date
Date 10/5	/06 Telephone No. 432 687-1777

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