District I
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. I-938 A
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

A. Applicant Texas Re Exploration Operating, LC,
whose address is 3025 Maxroy Houston, Texas 77008,
hereby requests an exception to Rule 306 for ~~indefinitely~~ 365 days or until
_____, Yr _____, for the following described tank battery (or LACT):
Name of Lease Wilcox TS Name of Pool Tomahawk-San Andres
Location of Battery: Unit Letter H Section 19 Township 7S Range 32E
Number of wells producing into battery 2 30-041-20646 30-041-20745

B. Based upon oil production of 1 barrels per day, the estimated * volume of gas to be flared is <1 MCF; Value negligible per day.

C. Name and location of nearest gas gathering facility:
C-Sec 36-T7S-R31E

D. Distance 2 miles Estimated cost of connection $30,000

E. This exception is requested for the following reasons: Gas production is negligible with neglible value.

RECEIVED FEB 2007 Received Hobbs OCD

OPERATOR	OIL CONSERVATION DIVISION
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.	Approved Until 2/9/08
Signature Dean C. Brooks	By Gary W. Wink
Printed Name & Title Dean Brooks Vice President	Title QC FIELD REPRESENTATIVE II/STAFF MANAGER
E-mail Address dbrooks@TEX-REX.com	Date FEB 0 9 2007
Date 1/26/07 Telephone No. 432-238-5362	

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