<u>District I</u> 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 Read & Stevens, Inc. OGRID #18917 whose address is PO Box 1518, Roswell, NM 88202 hereby requests an exception to Rule 19.15.18.12 for 90 days, beginning 01/02/2021 days or until						
	April 2	, Yr <u>2021</u> ,	for the following described tank battery (or LACT):				
	Name of Lease Saragossa 10 State Name of Pool Happy Valley Delaware (29665)						
	Location of Battery: Un	it Letter <u>F</u>	Section 10 Township 23S Range 26E				
	Number of wells producing into battery 2-Saragossa 10 St #2 (30-015-33586); Saragossa 10 St #3 (30-015-34831)						
B.	Based upon oil production	on of 15	barrels per day, the estimated * volume				
	of gas to be flared is 26	MCFPD	_MCF; Value <u>\$0.4749</u> per day.				
C.	Name and location of nearest gas gathering facility:						
D.	Distance	Estimated	cost of connection				
E.	This exception is request	ed for the following	g reasons: Gas production on the Saragossa wells				
	contains high levels of H2S and doesn't produce an adequate amount of gas. During the "Red Flag Day" the wells will be shut in and no gas will be flared when the winds are in excess of 25 mph in the area.						
				_			
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.		he Oil Conservation	OIL CONSERVATION DIVISION				
		formation given above	Approved Until <u>3/29/2021 (90 Days)</u>				
Signature Kelly Barajas			By John Garcia				
Printed Name & Title Kelly Barajas, Production Reporting		1	Title Petroleum Specialist - A				
E-mail Address kbarajas@read-stevens.com			Date 12/29/2020				
Date 12/28/2							

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

<u>District I</u> 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 748-9720 District III
1000 Rio Brazos Rd., Aztec, NM 87410

Phone:(505) 334-6178 Fax:(505) 334-6170

1220 S. St Francis Dr., Santa Fe, NM 87505 Phone:(505) 476-3470 Fax:(505) 476-3462

State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

CONDITIONS

Action 13173

CONDITIONS OF APPROVAL

Operator:			OGRID:	Action Number:	Action Type:
READ & STEVENS INC	P.O. Box 1518	Roswell, NM88202	18917	13173	C-129

OCD Reviewer	Condition
jagarcia	None