

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 Hudson Oil Company of Texas

**DENIED**

whose address is 616 Texas Street Fort Worth, TX 76102

hereby requests an exception to Rule 19.15.18.12 for \_\_\_\_\_ days or until

January 1

, Yr 2021

for the following described tank battery (or LACT):

Name of Lease Shugart B Name of Pool Shugart Yates Seven Rivers Qn Grayburg

Location of Battery: Unit Letter L Section 11 Township 18S Range 31E

Number of wells producing into battery 2

B. Based upon oil production of 2 barrels per day, the estimated \* volume

of gas to be flared is 5 MCF; Value \$10.00 per day.

C. Name and location of nearest gas gathering facility:

Lusk Plant from NM 529 turn South on CR126 10miles plant on the right

D. Distance 15 Miles Estimated cost of connection N/A

E. This exception is requested for the following reasons: DCP severed connection from Shugart Lease to  
sales line due to low volume. No other purchaser in the area. Would not be economical to lay transmission line to plant.

**DENIED**

30-015-05522

**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 [Signature]

Printed Name  
& Title President

E-mail Address rhudson@hudsonoil.com

Date 01/28/2016 Telephone No. 817-336-7109

**OIL CONSERVATION DIVISION**

Approved Until \_\_\_\_\_

By \_\_\_\_\_

Title **DENIED**

Date \_\_\_\_\_

Permit only for 120 Days

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