

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

NMOCD - rec'd 10/02/2020

Form C-129
Revised May 13, 2020

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 10/02/2020 days or until
January 02,, Yr 2021, for the following described tank battery (or LACT):
Name of Lease Saragossa 10 State Name of Pool Happy Valley Delaware (29665)
Location of Battery: Unit Letter F 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 of 11 barrels per day, the estimated * volume
of gas to be flared is 36 MCFPD MCF; Value \$0.9907 per day.
- C. Name and location of nearest gas gathering facility:

- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Gas production on the Saragossa wells
contains high levels of H2S. During "Red Flag" days of winds at 25 MPH and higher
the wells will be shut in and no gas will be flared.

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 Kelly Barajas

Printed Name
& Title Kelly Barajas, Production & Regulatory

E-mail Address kbarajas@read-stevens.com

Date 10/02/2020 Telephone No. 575-624-3760

OIL CONSERVATION DIVISION

Approved Until 01/02/2021

By Amelia Rosamonte

Title BUSINESS OP. SPEC.

Date 10/07/2020

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