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 __Nadel and Gussman HEYCO, LLC__ ,

whose address is __P.O. Box 1936, Roswell, New Mexico 88202-1936__ ,

hereby requests an exception to Rule 19.15.18.12 for ____30____ days or until

__December 15,____ , Yr __2012__ , for the following described tank battery (or LACT):

Name of Lease __Texas Eagle #1H   30-015-39989__   Name of Pool __Atoka Glorieta-Yeso__

Location of Battery: Unit Letter ___I___ Section _13_ Township _18S_ Range _26E_

Number of wells producing into battery ____1____

B.   Based upon oil production of ____200____ barrels per day, the estimated * volume

of gas to be flared is ___370___ MCF; Value __$1,480/day at $4.00/mcf__ per day.

C.   Name and location of nearest gas gathering facility:

__5,600 ft to DCP line in Section 24, T18S, R25E (see attached map)__

D.   Distance ___5,600 ft___ Estimated cost of connection __be evaluated by pipeline company__

E.   This exception is requested for the following reasons: __We do not have a gas connection completed, so we would like to test well before the off-set lease expires on 12/1/12, this is contingent on gas connection.__

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 _Tammy R. Link_

Printed Name
& Title ____Tammy R. Link____

E-mail Address __tlink@heycoenergy.com__

Date __10/23/12__   Telephone No. 575-623-6601

OIL CONSERVATION DIVISION

Approved Until _Dec 15 - 2012_

By _____

Title _Dist II Supervisor_

Date _10/24/12_

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

RECEIVED
OCT 24 2012
NMOCD ARTESIA