August 2, 1985

Ammex Petroleum, Inc. P. O. Box 10507 Midland, TX 79702

> Ref: Big Eddy #98, Unit F, Sec. 7, T21S, R28E, Eddy County, New Mexico

Gentlemen:

Your request to flare gas for the above referenced well is approved in accordance with NTL-4A for 180 days.

Sincerely yours,

Charles S. Dahlen Area Manager

cc Carlsbad I&E

067:LMHollis:cg:8/2/85



APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

NFO Permit No. ___

| | | (Commission Use Only) | |
|----|---|--|--|
| Α. | Applicant,Ammex Petroleum, Inc. | | |
| | whose address isP.O. Box 10507 Midland, | , TX 79702 | |
| | hereby requests an exception to Rule 306 for | | |
| | January 25 , 19 86 , for the following | ng described tank battery (or LACT): | |
| | Name of Lease Big Eddy #98 Name of | Pool NW Fenton Draw - Delaware | |
| | Location of Battery: Unit Letter F Section 7 To | ownshipRange | |
| | Number of wells producing into battery | | |
| В. | Based upon oil production ofbarro | · · · · · · · · · · · · · / · · · · · · | |
| | of gas to be flared isMCF; Value | u/k per day. | |
| C. | Name and location of the nearest gas gathering facility: $u/k \label{eq:uk}$ | | |
| D. | Distance Estimated cost of connection | | |
| E. | This exception is requested for the following reasons: | | |
| | No gas connection available at this time. Waiting on Phillips. | 14.30 1985 Men Mexico | |
| F. | I hereby certify that the rules and regulations of the Oil Conservation. Commission have been complied with and that the information given above is true and complete to the best of my knowledge and belief. | Approved Until | |
| | Molva Wuye (Signature) Production Clerk (Title) 7/30/85 | New Mexico Oil Conservation Commission By | |
| | (Date) | | |

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