

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

NM OIL CONSERVATION
State of New Mexico
Energy Minerals and Natural Resources
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
APR 1 2017

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

RECEIVED

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.,
whose address is P. O. Box 1518, Roswell, NM 88202,
hereby requests an exception to Rule 19.15.18.12 for 60 days or until
June 8, Yr 2017, for the following described tank battery (or LACT):
Name of Lease Hackberry Hills Federal #4 Name of Pool Happy Valley; Delaware #29665
Location of Battery: Unit Letter F Section 22 Township 22S Range 26E
Number of wells producing into battery 1
- B. Based upon oil production of 2 barrels per day, the estimated * volume
of gas to be flared is 140 +/- MCF; Value \$3.50 @ mcf \$490.00 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: Read & Stevens, Inc., is recompleting
the Hackberry Hills Federal #4.

30-015-10805

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 rmcminn@readoperating.com

Date 04/07/2017 Telephone No. 575-624-3754

OIL CONSERVATION DIVISION

Approved Until _____

By _____

Title _____

Date _____

ACCEPTED FOR RECORD
N.M.O.C.D. AB
4/11/17

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

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires: October 31, 2014

SUNDRY NOTICES AND REPORTS ON WELLS
Do not use this form for proposals to drill or to re-enter an
abandoned well. Use Form 3160-3 (APD) for such proposals.

5. Lease Serial No.
NMLC064490

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE – Other instructions on page 2.

1. Type of Well



Oil Well



Gas Well



Other

2. Name of Operator

READ & STEVENS, INC.

3a. Address

P. O. Box 1518, Roswell, NM 88202

3b. Phone No. (include area code)

575-622-3770

7. If Unit of CA/Agreement, Name and/or No.

8. Well Name and No.

HACKBERRY HILLS FEDERAL #4

9. API Well No.

30-015-10805

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

Sec 22, T22S-R26E 2310 FNL & 1980 FWL

10. Field and Pool or Exploratory Area

Happy Valley; Delaware #29665

11. County or Parish, State

Eddy County, NM

12. CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Alter Casing	<input type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Flaring gas
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

Per verbal authorization from Charles Nimmer with the BLM in Carlsbad, NM Read & Stevens, Inc., is flaring the gas on the Hackberry Hills Federal #4.

Attachments: C-129 and email from Matt Murphy regarding flaring the Hackberry Hills Fed #4.

14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed)

Rory McMinn

Title President

Signature



Date 04/07/2017

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

Kelly Barajas

From: Matt Murphy <conquestenergy@gmail.com>
Sent: Friday, April 07, 2017 8:43 AM
To: Rory McMinn; Derik Smith; Norman Lovan; Kelly Barajas; Read Operating; Lovington
Cc: Charles Nimmer
Subject: Verbal Authorization To Flair Gas - Hackberry Fed #4

I just hung up the phone with Charles Nimmer at the BLM office in Carlsbad. He gave us a verbal authorization to flair gas here at the Hackberry Fed #4. We may need to submit a sundry from the office in order to have a paper trail. Note that there is an existing production flair stack on site. So I am not positive.

Thanks,

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Matt Murphy
President & CEO
Conquest Energy Services (International), Ltd.
Post Office Box 1561
Roswell, NM (USA) 88202-1561
720-468-3646