OIL CONSERVATION DIVISION

P. O. BOX 2088

JANTA FE, NEW MEXICO 87501

Form C-129 Revised 10-1-78

> C/SF Oper.

STATE OF NEW MEXICO

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NOV 4 1985

O. C. D. ARTESIA, OFFICE

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

NFO Permit No. 2-734

(For Division Use Only)

A. Applicant, N. Dale Nichols	
whose address is P.O. Box 1972 Midland, Texas 79702-1972	
hereby requests an exception to Rule 306 forUndefine	
, 19, for the following described tank battery (or LACT):	
Name of Lease Alma Shields. Name of Pool Acme (San Andres)	
Location of Battery: Unit Letter M Section 33 Tou	waship 7S Range 27E
Number of wells producing into battery6	
B. Based upon oil production of	
of gas to be flared is MCF; Value	\$15.75 per day.
C. Name and location of the nearest gas gathering facility:	
Pecos River Gas Plant Ltd Sec 30-7S-29E	
D. Distance 7½ Estimated cost of connection \$125,000.00	
E. This exception is requested for the following reasons:	
 The economics for installing 7½ miles of line to gather such small volumes is prohipitive. 	
2) No incress in volume is anticipated without additional development.	
	•
thereby 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.	Approved Until Further Notice
m I will	NEW MEXICO OIL CONSERVATION DIVISION
Signature)	OIL AND GAS INSPECTOR
Operator (Title)	11(16
10-24-85 (Date)	Date DEC - 4 1985
	whose address is P.O. Box 1972 Midland, Texas is hereby requests an exception to Rule 306 for

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