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DP

RECEIVED BY APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

JUL -3 1986

O. C. D.
ARTESIA, OFFICE

NFO Permit No. 2-756
(For Division Use Only)

A. Applicant, Roy Collins Drilling Company ✓

whose address is Route 4, Box 501-CC, Roswell, NM 88201

hereby requests an exception to Rule 306 for _____ days or until

_____, 19____, for the following described tank battery (or LACT):

Name of Lease Frank "P" Stair Name of Pool Undesignated Diablo San Andres

Location of Battery: Unit Letter P Section 21 Township 10S Range 27E

Number of wells producing into battery 1

B. Based upon oil production of 5 barrels per day, the estimated* volume
of gas to be flared is TSTM ~~minimal~~ MCF; Value minimal per day.

C. Name and location of the nearest gas gathering facility:

Liquid Energy, Rault Spur Line

D. Distance 10 miles Estimated cost of connection \$100,000 plus

E. This exception is requested for the following reasons:

It would not be economically feasible due to the small amount of gas and the cost of connection. The cost would be more than the future well production which could result in plugging. We are in hopes that we will possibly have enough gas to use for lease purposes or to operate a heater treater.

F. 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.

Roy L. Collins
(Signature)

Owner
(Title)

July 1, 1986
(Date)

Approved Until Further Notice

NEW MEXICO OIL CONSERVATION DIVISION

By Mike Williams

Title OIL AND GAS INSPECTOR

Date JUL 09 1986

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