

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III  
1000 Rio Brazos Rd, Aztec, NM 87410

Submit 3 Copies to  
Appropriate District Office

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-129  
Revised 4-1-91

RECEIVED OIL CONSERVATION DIVISION

SEP 28 1993  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

NFO Permit No. 2-852  
(For Division Use Only)

**APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306**  
(See Rule 306 and Rule 1129)

- A. Applicant Hanagan Petroleum Corporation,  
whose address is P.O. Box 1737 - Roswell, NM 88202,  
hereby requests an exception to Rule 306 for 365 days or until  
Oct 1, 19 93, for the following described tank battery (or LACT):  
Name of Lease Charlie Name of Pool Wildcat  
Location of Battery: Unit Letter G Section 7 Township 13S Range 28E  
Number of wells producing into battery one
- B. Based upon oil production of 332 barrels per day, the estimated \* volume  
of gas to be flared is 13 MCF; Value approx. \$6.00 per day.
- C. Name and location of nearest gas gathering facility:  
White Ranch Miss. (34-T11S-R29E) Sams Ranch-Aband-(8-T14S-R28E)
- D. Distance 6-8 miles Estimated cost of connection \$72,000-\$160,000.
- E. This exception is requested for the following reasons: Due to the long distance from  
existing gathering systems and the extremely low volumes of gas,  
it is not economical to build gathering facilities. Also, most  
if not all, of the produced gas can be used to operate the pro-  
duction facilities.

Gas must Be Flared

**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

Michael G. Hanagan

Printed Name

& Title Michael G. Hanagan, Vice Pres.

Date 9/28/93

Telephone No. 623-5053

**OIL CONSERVATION DIVISION**

Approved Until Further Notice

By

Mike Williams

Title

SUPERVISOR, DISTRICT II

Date

OCT 18 1993

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