STATE OF NEV ERGY AND MINERA		8750,	Form C-129 Revised 10-1-78
ſ	RECEIVED BATION FOR EXCEPTION TO NO		
	APR 3 () 1986 O. C. D. ARTESIA, OFFICE	NFO Permit No (F	2-750 or Division Use Only)
A.	Applicant, MCCLELLAN OIL CORPORATION		;
	whose address isP. O. Drawer 730, Roswell		
•	hereby requests an exception to Rule 306 for	365 days	or until -
	, 19, for the followir	ng described tank battery (or	LACT):
	Name of Lease <u>Cal-Mon State #1</u> Name of		
	Location of Battery: Unit Letter Section To	ownship <u>16S</u> Range	<u>29E</u>
	Number of wells producing into batteryOne	•	
В.	Based upon oil production of		
	of gas to be flared isfiveMCF; Value\$	6.25	per day.
С.	Name and location of the nearest gas gathering facility: Phillips Petroleum; Sec. 17-T16	S-R29F	
		· ·	
D.	DistanceEstimated cost of connection\$7,500.00		
Ε.	This exception is requested for the following reasons: We are unable to obtain a contract due to low BTU value of gas,		
	high nitrogen content of gas, extremely low volume and weak gas		
	markets.		
		· ·	
F.	t hereby certify that the rules and regulations of the Oli 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	her Notice
	New MEXICO OIL CONSERVATION DIVISION New MEXICO OIL CONSERVATION DIVISION By The William		
	(Signiture) Operations Manager	Title OIL AND GAS IN	LSPECTOR
	(Tiule) April 25, 1986	Date MAY 0 5 1	
	(Date)		

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

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