

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

State of New Mexico
Energy Minerals and Natural Resources
HOBBS OGD
Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505
APR 04 2016

Form C-129
Revised August 1, 2011

Submit one copy to appropriate
District Office

NFO Permit No. _____
(For Division Use Only)

RECEIVED

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 Fasken Oil and Ranch Ltd.,
whose address is 6101 Holiday Hill Road, Midland TX, 79707,
hereby requests an exception to Rule 19.15.18.12 for 12 9.0 days months or until
January 1, Yr 2017, for the following described tank battery (or LACT):

Name of Lease James O'Neill Name of Pool Morton; Wolfcamp
Location of Battery: Unit Letter E Section 7 Township 15S Range 35E
Number of wells producing into battery 1

B. Based upon oil production of _____ barrels per day, the estimated * volume
of gas to be flared is _____ MCF; Value 8 mcf per day.

C. Name and location of nearest gas gathering facility:
Targa Mid-Stream Services at the battery 30-025-28674

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: Targa continues to say that our H2S level are too high for their gas plant. Fasken continues to flare. We would request 12 months starting January 1, 2016 until January 1, 2017. There is no timetable for when and if they will ever let us back in.

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 Addison Long

Printed Name & Title Addison Long, Regulatory Analyst

E-mail Address addisonl@forl.com

Date 3/28/16 Telephone No. 432-687-1777

OIL CONSERVATION DIVISION

Approved Until 6/28/2016

By Marys Brown

Title _____

Date 4/4/2016

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

APR 05 2016