

District I
1625 N French Dr, Hobbs, NM 88240
District II
1301 W Grand Avenue, 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

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, NM 87505

Form C-129
Revised June 10, 2003

Submit 3 Copies to appropriate
District Office

NFO Permit No. I-662-R

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

RECEIVED

JAN 31 2008

A. Applicant Fasken Oil and Ranch, LTD

B. whose address is 303 W Wall, Suite 1800 Midland, TX 79701-5116

HOBBS OCD

hereby requests an exception to Rule 306 for 365 days or until

January 02, 2009, for the following described tank battery (or LACT):

Name of Lease Griffin Name of Pool McDonald Upper Penn Pool 44975

Location of Battery: Unit Letter A Section 4 T-14S R-36E

Number of wells producing into battery One 30-025-23781

B. Based upon oil production of 7 barrels per day, the estimated * volume
of gas to be flared is 1 (one) Mcf/pd; Value 7.85 per day.

C. Name and location of nearest gas gathering facility: Gas Company of New Mexico

D. Distance 1/2 mile estimated cost of connection

E. This exception is requested for the following reasons: uneconomical

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

Maxine Kirkpatrick
Maxine Kirkpatrick

Title: Production Analyst

E-mail maxineki@forl.com

Date: 01-30-08 Telephone No. 432 687-1777

OIL CONSERVATION DIVISION

Approved Until 1/30/09

By

Chris Williams

Title

OC DISTRICT SUPERVISOR/GENERAL MANAGER

Date

MAR 03 2008

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