

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

Form C-129  
Revised October 15, 2009

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

Submit one copy to appropriate  
District Office

NFO Permit No. I-832-K  
(For Division Use Only)

JAN 11 2010  
HOBBSDO

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)

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DEC 14 2009

A. Applicant Hanson Operating Company, Inc.  
whose address is P. O. Box 1515, Roswell, New Mexico 88202-1515 NMOC D ARTESIA

hereby requests an exception to Rule 19.15.18.12 for 365 days or until

December 9, Yr 2010 for the following described tank battery (or LACT):

Name of Lease Gates Name of Pool Many Gates San Andres

Location of Battery: Unit Letter C Section 7 Township 9 S Range 30 E

Number of wells producing into battery 1 30-005-21131

B. Based upon oil production of 2 barrels per day, the estimated \* volume  
of gas to be flared is 1 MCF; Value \$1.25 per day.

C. Name and location of nearest gas gathering facility:

Agave Energy Co.

D. Distance 7 miles Estimated cost of connection \$250,000.00

E. This exception is requested for the following reasons:

Economics to install a pipeline do not justify the expenditure.

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 Carol J. Smith

Printed Name  
& Title Carol J. Smith, Production Analyst

E-mail Address hanson@dfn.com

Date 12/09/2009 Telephone No. 575-622-7330

OIL CONSERVATION DIVISION

Approved Until Dec. 9, 2010

By Carmy W. Hill

Title DISTRICT 1 SUPERVISOR

Date JAN 19 2010

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