

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-T
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

- A. Applicant Fasken Oil and Ranch, Ltd.,
whose address is 303 W Wall Street, Suite 1800 Midland, TX 79701-5116,
hereby requests an exception to Rule 306 for 365 days or until
January 31, 2011, 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 Township 14S Range 36E
Number of wells producing into battery One (API # 30-025-23781)
- B. Based upon oil production of 6 barrels per day, the estimated * volume
of gas to be flared is 1 (one) MCF; Value 5.75 per day.
- C. Name and location of nearest gas gathering facility: WTG Gas Gathering
- D. Distance 1.5 miles Estimated cost of connection \$80,000
- 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 Sheila Payne

Sheila Payne

Title: Mrktg & Prod Acctg Manager

E-mail sheilap@forl.com

Date 1/06/10 Telephone No. 432 687-1777

OIL CONSERVATION DIVISION

Approved Until Jan. 6, 2011

By Cary W. Hill

Title DISTRICT 1 SUPERVISOR

Date JAN 19 2010

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