

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

FEB 17 2011
HOBSOCD

NFO Permit No. I-900-F
(For Division Use Only)

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 Premier Oil & Gas Inc.,
whose address is P.O. Box 1246, Artesia, NM 88211-1246,
hereby requests an exception to Rule 19.15.18.12 for 1 Year
for the following described tank battery (or LACT):
Name of Lease State H-22 Name of Pool Vacuum Grayburg-San Andres
Location of Battery: Unit Letter O Section 22 Township 17S Range 34E
Number of wells producing into battery One (30-025-02064)
- B. Based upon oil production of 1.5 barrels per day, the estimated * volume
of gas to be flared is 0 MCF; Value 0 per day.
- C. Name and location of nearest gas gathering facility:
Conoco Inc.
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Volume of gas is sufficient only to operate the heater. Insufficient volume and pressure to sell into a line.

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

Kenneth C. Jones

Printed Name

& Title Kenneth C. Jones, President

E-mail

Address Ken.Jones@premieroilgas.com

Date 2/11/2011

Telephone No. 214-543-3688

OIL CONSERVATION DIVISION

Approved Until

Feb. 17, 2012

By

Tang M. Hill

Title

DISTRICT 1 SUPERVISOR

Date

FEB 17 2011

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