

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
220 South St. Francis Dr.
Santa Fe, NM 87505

Submit one copy to appropriate
District Office

FEB 21 2011

NFO Permit No. I-691-P
(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 Ray A. Pierce,
whose address is P. O. Box 1969, Eunice, New Mexico 88231-1969,
hereby requests an exception to Rule 19.15.18.12 for _____ days or until
March 1, Yr 2012, for the following described tank battery (or LACT):
30-025-29486
Name of Lease Kornegay Name of Pool House San Andres
Location of Battery: Unit Letter F Section 13 Township 20S Range 38E
Number of wells producing into battery 1
- B. Based upon oil production of 2.5 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:
Southern Union Gas Services K 13-20S-38
- D. Distance 1,980' Estimated cost of connection \$29,700
- E. This exception is requested for the following reasons: _____
Gas purchaser will not lay gas sales line due to no volume. Well does not produce enough gas to run
heater treater and gas engine continuously. Propane must be purchased periodically to run engine. There
is no
enviromental pollution from this action.

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 Bill Pierce

Printed Name
& Title Bill Pierce - Engineer

E-mail Address bill@pierceproduction.net

Date 02/16/2011 Telephone No. (432)570-6009

OIL CONSERVATION DIVISION

Approved Until March 1, 2012

By Jamy A. Hill

Title DISTRICT 1 SUPERVISOR

Date FEB 22 2011