

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410
submit 3 Copies to
appropriate District Office

State of New Mexico)
Energy, Minerals and Natural Resources Departn.

Form C-129
Revised 4-1-91

OIL CONSERVATION DIVISION

2040 Pacheco St.
Santa Fe, NM 87505

NFO Permit No.

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

A. Applicant MARALO, LLC

whose address is P. O. BOX 832, MIDLAND, TX 79702

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

_____, 19 _____, for the following described tank battery (or LACT):

Name of Lease BONDS Name of Pool JENKINS; DEVONIAN, NE

Location of Battery: Unit Letter H Section 20 Township 9S Range 35E

Number of wells producing into battery 1

B. Based upon oil production of 48 barrels per day, the estimated * volume

of gas to be ~~vented~~ ^{vented} ~~there~~ is LESS THAN ONE (1) MCF; Value A FRACTION OF 3.97 per day.

C. Name and location of nearest gas gathering facility:

N/A

D. Distance _____ Estimated cost of connection _____

E. This exception is requested for the following reasons: GAS VOLUME TOO SMALL TO MEASURE -

NOT SUFFICIENT TO LIGHT PILOT LIGHT.

OPERATOR

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 Jonathan Zayas

Printed Name _____
 & Title DOROTHEA LOGAN, REGULATORY ANALYST

Date 12/9/02 Telephone No. (915) 684-7441

OIL CONSERVATION DIVISION

Approved Until 12/12/03

By *Dan H. [Signature]*

Title PETROLEUM ENGINEER

Date _____

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