

112  
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 March 17, 1999

Submit 3 Copies to appropriate  
District Office

NFO Permit No. I-282-N  
(For Division Use Only)

**APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306**

(See Rule 306 and Rule 1129)

- Chi Operating, Inc
- A. Applicant \_\_\_\_\_,  
PO Box 1799, Midland, TX 79702  
whose address is \_\_\_\_\_,  
365  
hereby requests an exception to Rule 306 for \_\_\_\_\_ days or until  
Sept 30 02  
\_\_\_\_\_, Yr \_\_\_\_\_, for the following described tank battery (or LACT):  
Santa Fe Dickinson, San Andres  
Name of Lease \_\_\_\_\_ Name of Pool \_\_\_\_\_  
K 35 10S 36E  
Location of Battery: Unit Letter \_\_\_\_\_ Section \_\_\_\_\_ Township \_\_\_\_\_ Range \_\_\_\_\_  
2  
Number of wells producing into battery \_\_\_\_\_  
3
- B. Based upon oil production of \_\_\_\_\_ barrels per day, the estimated \* volume  
TSTM TSTM  
of gas to be flared is \_\_\_\_\_ MCF; Value \_\_\_\_\_ per day.
- C. Name and location of nearest gas gathering facility:  
N/A  
\_\_\_\_\_  
N/A N/A
- D. Distance \_\_\_\_\_ Estimated cost of connection \_\_\_\_\_  
Quantity too small
- E. This exception is requested for the following reasons: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**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 \_\_\_\_\_

Printed Name Oren Albright, Supv.  
& Title \_\_\_\_\_

Date 7-24-01 Telephone No. 915/684-0504

**OIL CONSERVATION DIVISION**

Approved Until \_\_\_\_\_

7/30/02

By \_\_\_\_\_

Orig. Signed by  
Paul Kautz  
Geologist

Title \_\_\_\_\_

Date \_\_\_\_\_

JUL 30 2001

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