

+

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88241-1980  
DISTRICT II  
P.O. Drawer DD, Artesia, NM 88211-0719  
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 Department

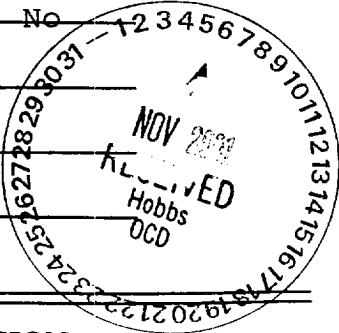
Form C-129  
Revised 4-1-91

OIL CONSERVATION DIVISION  
2040 Pacheco St.  
Santa Fe, NM 87505

NFO Permit No. I-771-F  
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306  
(See Rule 306 and Rule 1129)

- A. Applicant Western Reserves Oil Co. Inc.  
whose address is P. O. Box 993, Midland, TX 79702  
hereby requests an exception to Rule 306 for 365 days or until  
11-02, 19 2002 for the following described tank battery (or LACT):  
Name of Lease McMillen Name of Pool Jenkins, NW (San Andres)  
Location of Battery: Unit Letter O Section 3 Township 9S Range 34E  
Number of wells producing into battery 1
- B. Based upon oil production of 7 barrels per day, the estimated \* volume  
of gas to be flared is TSTM MCF; Value NA per day.
- C. Name and location of nearest gas gathering facility:  
NA
- D. Distance NA Estimated cost of connection NA
- E. This exception is requested for the following reasons: Gas production TSTM. No  
pipeline connection feasible.



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 [Signature]  
Printed Name  
Title Christopher P. Renaud-Engineer  
Date 11-02-01 Telephone No. 915 683-5533

OIL CONSERVATION DIVISION  
Approved Until 11/09/02  
By [Signature]  
Title PETROLEUM ENGINEER  
Date NOV 14 2001

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