

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

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

NFO Permit No. I-832-C
(For Division Use Only)

**Submit 3 Copies to
Appropriate District Office**

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

- A. Applicant Hanson Operating Company, Inc.,
whose address is P. O. Box 1515, Roswell, New Mexico 88202-1515
hereby requests an exception to Rule 306 for indefinite days or until
 , 19 , for the following described tank battery (or LACT):
Name of Lease Gates Name of Pool Many Gates San Andres
Location of Battery: Unit Letter C Section 7 Township 9S Range 30E
Number of wells producing into battery 1
B. Based upon oil production of 3 barrels per day, the estimated * volume
of gas to be flared is +/- 2 MCF; Value \$2.00 per day.
C. Name and location of nearest gas gathering facility:
Warren Petroleum Company
D. Distance 7 miles Estimated cost of connection \$150,000.00
E. This exception is requested for the following reasons: Economics do not justify
the expenditure to install a pipeline.

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 Carol J. Garcia

Printed Name
& Title Carol J. Garcia, Production Analyst

Date 12/5/2001 Telephone No. 505-622-7330

OIL CONSERVATION DIVISION

Approved Until 12/16/2002

By _____

Title _____

Date _____

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