

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. T-853-C
(For Division Use Only)

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

- A. Applicant Energen Resources Corporation,
whose address is 3300 N. "A" St., Bldg. 4, Ste 100, Midland, Texas 79705,
hereby requests an exception to Rule 306 for 1826 Days/5 Years days or until
September 14 ~~19~~ 2006, for the following described tank battery (or LACT):
Name of Lease Hodge #1 Name of Pool Trinity (Devonian)
Location of Battery: Unit Letter M Section 27 Township 12S Range 38E
Number of wells producing into battery 1
- B. Based upon oil production of 70 barrels per day, the estimated * volume
of gas to be flared is TSTM MCF; Value None per day.
- C. Name and location of nearest gas gathering facility:
Dynegy
- D. Distance 800' Estimated cost of connection \$13,000
- E. This exception is requested for the following reasons: Gas volume not sufficient to
meet Dynegy's minimum volume requirements

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 Terry Lawler

Printed Name
& Title Terry Lawler, Production Sup., North

Date 9/5/01 Telephone No. (915) 687-1155

OIL CONSERVATION DIVISION

Approved Until 9/5/02

By Paul Pate

Title Geologist

Date SEP 10 2001

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

