DISTRICTI 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 rgy. rerais and Natural Resources Depart 'nt

OIL CONSERVATION DIVISION 2040 Pacheco St.

Santa Fe, NM 87505

9 NFO Permit No.

(For Division Use Only)

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

| | | V | |
|---|--|-------|--|
| | whose address is 105 South Fourth Street - Artesia, NM 88210 | | |
| | hereby requests an exception to Rule 306 for <u>One</u> (1) year days or | until | |
| | , 19, for the following described tank battery (or LACT): Name of Lease Tex-Gulf AEN State #1-Y Name of Pool Sanmal Queen | | |
| | | | |
| | Number of wells producing into battery One (1) | | |
| В. | Based upon oil production of <u>2-4</u> barrels per day, the estimated * volume | | |
| | of gas to be flared is MCF; Value per of | day. | |
| C | 2. Name and location of nearest gas gathering facility: | | |
| | Sanmal Queen Unit (Warren Petroleum Corporation) | | |
| D. | Distance <u>3/4± mile</u> Estimated cost of connection <u>\$48,000</u> | | |
| E. | This exception is requested for the following reasons: It is uneconomical to lay a | | |
| | pipeline for this low volume of gas | | |
| | pipeline for this low volume of gas | | |
| | pipeline for this low volume of gas | | |
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| | pipeline for this low volume of gas | | |
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| | oil conservation of the Oil Concernation | | |
| ivision have been o | at the rules and regulations of the Oil Conservation complied with and that the information given above is | | |
| hereby certify that ivision have been on the and complete to | at the rules and regulations of the Oil Conservation complied with and that the information given above is to the best of my knowledge and belief. With With With Signed By CHRIS WILLIA WITH WITH WITH WITH WITH WITH WITH WITH | | |
| hereby certify tha ivision have been of se and complete of ignature rinted Name | at the rules and regulations of the Oil Conservation complied with and that the information given above is once best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is one best of my knowledge and belief. With the information given above is With the inf | | |
| hereby certify that ivision have been of a and complete of gnature inted Name | at the rules and regulations of the Oil Conservation complied with and that the information given above is to the best of my knowledge and belief. With With With Signed By CHRIS WILLIA WITH WITH WITH WITH WITH WITH WITH WITH | | |

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

Form C-129 Revised 4-1-91