

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980

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

DISTRICT III
100 Rio Brazos Rd, Aztec, NM 87410

Submit 3 Copies to
Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

Form C-129
Revised 4-1-91

NFO Permit No.

I-388-m

(For Division Use Only)

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

A. Applicant Marathon Oil Company
whose address is PO Box 2490 Hobbs, NM 88240

hereby requests an exception to Rule 306 for 365 days or until
October 20, 19 99, for the following described tank battery (or LACT):

Name of Lease State Section 17 Com No. 1 Name of Pool Vacuum: Abo, North

Location of Battery: Unit Letter D Section 17 Township 17-S Range 35-E

Number of wells producing into battery (1) One

B. Based upon oil production of 7 barrels per day, the estimated * volume
of gas to be flared is 5 TXTM MCF; Value N/A per day.

C. Name and location of nearest gas gathering facility:

TPM Lee Buckeye Plant

D. Distance 3 miles Estimated cost of connection N/A

E. This exception is requested for the following reasons: The amount of gas is
insignificant. Not enough gas is produced to flare or connect
to a gas gathering system, if one were readily available.

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 Jim Patterson

Printed Name Jim Patterson Production Supervisor

Date 10/21/98 Telephone No. 393-7106

OIL CONSERVATION DIVISION

Approved Until 1/13/2000

By ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

Title _____

Date JAN 12 1999

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