District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy Minerals and Natural Resc. ces

Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505

NFO Permit No.

Form C-129 Revised March 17, 1999

Submit 3 Copies to appropriate District Office

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129) Fasken Oil and Ranch LTD Applicant A. 303 West Wall, SUite 1800, Midland, Tx 79701-5116 whose address is ____ hereby requests an exception to Rule 306 for ______days or until August 15, ____, Yr 2003, for the following described tank battery (or LACT): ____Name of Pool Midway Devonian Name of Lease Warren Location of Battery: Unit Letter H Section 8 Township 17S Range 37E Number of wells producing into battery one Based upon oil production of ______barrels per day, the estimated * volume B. of gas to be flared is _____1.1 ___MCF; Value _____1.8258 per day. Name and location of nearest gas gathering facility: C. GPM at the battery Estimated cost of connection about 8.00 per day Distance none D. This exception is requested for the following reasons: E. Gas meter maintenance fee exceeds gas revenue OIL CONSERVATION DIVISIONUS 1 2 2002 **OPERATOR** I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above Approved Until __ is true and complete to the best of my knowledge and belief. Signature / By _____ ONE NAL SIGNED BY PAUL F. KAUTZ Printed Name Maxine Kirkpatrick Title PETROLEUM ENGINEER Production Analyst & Title AUG 1 2 2002 Date July 8, 2002 relephone No. 915 687-1777

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