

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 Resources

Oil Conservation Division
2040 South Pacheco
Santa Fe, NM 87505

Form C-129
Revised March 17, 1999

Submit 3 Copies to appropriate
District Office

NFO Permit No. I-366-19
(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

- A. Applicant FASKEN OIL AND RANCH, LTD.,
whose address is 303 West Wall, Suite 1800, Midland, TX 79701-5116,
hereby requests an exception to Rule 306 for _____ days or until
August 15, Yr 2002, for the following described tank battery (or LACT):
Name of Lease Warren Name of Pool Midway Devonian
Location of Battery: Unit Letter H Section 8 Township 17S Range 37E
Number of wells producing into battery one
- B. Based upon oil production of 11 barrels per day, the estimated * volume
of gas to be flared is 1.1 MCF; Value 1.8258 per day.
- C. Name and location of nearest gas gathering facility:
GPM at the battery
- D. Distance none Estimated cost of connection about 8.00 per day
- E. This exception is requested for the following reasons:
Gas meter maintenance fee exceeds gas revenue.

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

Maxine Kirkpatrick

Printed Name Maxine Kirkpatrick
& Title Production Analyst

Date Sept 4, 2001 Telephone No. 915 687-1777

OIL CONSERVATION DIVISION

Approved Until

9/4/02

By

Title

Date

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