#### BARBARA FASKEN FASKEN OIL AND RANCH INTERESTS

303 WEST WALL AVENUE, SUITE 1900 MIDLAND, TEXAS 79701-5116 (915) 687-1777

May 31, 1994

New Mexico Oil Conservation Division P.O. Box 1980 Hobbs, New Mexico 88240

> Re: Barbara Fasken Consolidated State No. 2 Unit A, Sec. 8, T-17-S, R-37-E Midway (Strawn) Field Lea County, New Mexico

Gentlemen:

Barbara Fasken respectfully requests a one year extension to the exception to Rule 306 for the subject well which was granted by the NMOCD June 17, 1991. This well produces only 5 mcfpd of sweet gas. The cost to compress and sell this gas makes this well uneconomical.

The tubing-casing annulus pressure has to be lower than 1 psi in order for this well to produce 2 bbls. of oil per day. At higher pressures, oil production drops to only 1 bopd and causes this 10,900' pumping well to be uneconomical. A casinghead gas compressor has been utilized during the past 5 years to maintain the tubing-casing annulus pressure at less than 1 psi. The operating costs of the compressor alone average \$467/month and cause this well to be uneconomical at the current producing rate of 2 bopd.

This well can remain active for another year if the casinghead gas can be vented. Otherwise, the well will have to be plugged and abandoned. Please call me at 915-687-1777 if you have any questions.

Yours truly,

FASKEN OIL AND RANCH INTERESTS

Jimmy Davis, Jr. Operations Superintendent

JWD:Sb (nmocd.cons2)

cc:JWD Well File Read File

#### O" CONSERVATION DIVISION P. O. BOX 2038 SANTA FE, NEW MEXICO 87501

Form C-129 Revised 10-1-75

### APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

NFO Permit No. (For Division Use Only) Barbara Fasken . Applicant, \_\_\_\_\_ Α. whose address is 303 W. Wall, Suite 1900, Midland, TX 79701-5116 June 17, \_\_\_\_\_, 1995, for the following described and the Name of Lease Consolidated St. No. 2 Name of Pool Midway (Strawn) Location of Battery: Unit Letter A Section 8 Township 175 Range 37-E Number of wells producing into battery Based upon oil production of \_\_\_\_\_2 \_\_\_\_barrels per day, the estimated \* volume Β. of gas to be itered is \_\_\_\_\_5 \_\_\_ MCF; Value \_\_\_\_\_5.00 \_\_\_\_ per day. Name and location of the nearest gat gathering facility: С. \_\_\_\_\_ Distance \_\_\_\_\_Estimated cost of connection \_\_\_\_\_ D. This exception is requested for the following reasons: E. -----I hereby certify that the rules and regulations of the Oil F. Conservation Division have been complied with and Approved Until teat the information given above is true and complete to the best of my knowledge and belief. NEW MEXICO GIL CONSERVATION DIVISION 6... & Operations Superintendent Title\_\_\_\_\_ ing (Title) May 31, 1994 Date

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

RECEIVER

JUN 0 3 1991



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#### OIL CONSERVATION DIVISION P. O. BOX 2038 SANTA FE, NEW MEXICO 87501

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

NFO Permit No. \_\_\_

(For Division Use Only)

	Applicant,Barbara Fasken,
	whose address is 303 W. Wall, Suite 1900, Midland, TX 79701-5116
	hereby requests an exception to Rule 306 for <u>365 (plus or minus)</u> days or until
	June 17,
	Name of Lease Consolidated St. No. 2 Name of Pool Midway (Strawn)
	Location of Battery: Unit Letter A Section 8 Township 17S Range 37-E
	Number of wells producing into battery
в.	Based upon oil production of2barrels per day, the estimated *volume
μ.	of gas to be illared is MCF; Value 5.00 per day.
•	
C.	Name and location of the nearest gas gathering facility:
D.	DistunceEstimated cost of connection
Ε.	This exception is requested for the following reasons:
F.	i hereby certify that the rules and regulations of the Oil
F.	Conservation Division have been complied with and Approved Until
F.	Conservation Division have been complied with and Approved Until
F.	Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.
F.	Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.           NEW MEXICO OIL CONSERVATION DIVISION           By
F.	Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.  NEW MEXICO DIL CONSERVATION DIVISION

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

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