

DISTRICT 1
1625 N. French Drive, Hobbs, NM 88240
DISTRICT II
811 South First, Artesia, NM 88211-2834
DISTRICT III
2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals, and Natural Resources Department

Form C-129
Revised 4-1-91

OIL CONSERVATION DIVISION

2040 South Pacheco Street
Santa Fe, NM 87505

NFO Permit No. I-524-I
(For Division Use Only)

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

- A. Applicant Mack Energy Corporation
whose address is P.O. Box 960, Artesia, NM 88211-0960
hereby requests an exception to Rule 306 for 365 days or until
November 1, 2000, for the following described tank battery (or LACT):
Name of Lease State GS -16 #1 Name of Pool Vacuum Abo, North
Location of Battery: Unit Letter P Section 16 Township 17S Range 34E
Number of wells producing into battery 1
- B. Based upon oil production of 1.5 barrels per day, the estimated * volume
of gas to be flared is TSTM MCF; Value per day.
- C. Name and location of nearest gas gathering facility:
GPM Linam Ranch Gathering System
- D. Distance Estimated cost of connection to our gas There is no charge to connect
- E. This exception is requested for the following reasons: The gas from this well is too small
to measure.

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 Crissa D. Carter

Printed Name & Title Crissa D. Carter Production Analyst

Date 4/14/2000 Telephone No. (505) 748-1288

OIL CONSERVATION DIVISION

Approved Until 11-1-2000

By

ORIGINAL SIGNED BY CHRIS WILLIAMS
Title DISTRICT I SUPERVISOR

Date APR 21 2000

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