

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

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-129  
Revised 4-1-91

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

**OIL CONSERVATION DIVISION**  
2040 Pacheco St.  
Santa Fe, NM 87505

DISTRICT II  
1000 Rio Brazos Rd, Aztec, NM 87410  
Submit 3 Copies to  
Appropriate District Office

NFO Permit No. I-840-A  
(For Division Use Only)

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

A. Applicant Pogo Producing Company,  
whose address is P. O. Box 10340, Midland, TX 79702-7340,  
hereby requests an exception to Rule 306 for \_\_\_\_\_ days or until  
\_\_\_\_\_, 19\_\_\_\_, for the following described tank battery (or LACT):

Name of Lease Lone Ranger 11 Federal Name of Pool Seven Rivers

Location of Battery: Unit Letter J Section 11 Township 19S Range 33E

Number of wells producing into battery 1

B. Based upon oil production of 3 barrels per day, the estimated \* volume  
of gas to be flared is TSTM MCF; Value \$0 per day.

C. Name and location of nearest gas gathering facility:

D. Distance 1 mile south Estimated cost of connection \$20,000

E. This exception is requested for the following reasons: The nearest gas connect point to the subject well is GPM approximately one mile to the south. The well currently produces around 10 MCFPD with a decline rate of 60% per year. Approximately 6 -10 MCFPD is used to run the gas pumping unit engine and for fuel for the heater treater. Based on a revenue of \$0 the project is uneconomical. Thus, Pogo Producing Company request permission to vent gas while producing oil and water.

**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 Rex Jasper

Printed Name  
& Title Rex Jasper, Division Operations Supervisor

Date 4/8/99 Telephone No. (915)685-8100

**OIL CONSERVATION DIVISION**

Approved Until 4/16/2000

By Chris Williams

Title DISTRICT 1 SUPERVISOR

Date APR 16 1999

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