

DISTRICT I
P.O. Box 1980, Hobbs, NM 88241-1980
DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719
DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410
Submit 3 Copies to
Appropriate District Office

State of New Mexico
Energy, Minerals and Natural Resources Department

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

Form C-129
Revised 4-1-91

NFO Permit No. I-748-G

(For Division Use Only)

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

- A. Applicant CROSS TIMBERS OPERATING COMPANY,
whose address is 3000 N. Garfield, Suite 175, Midland, TX 79705,
hereby requests an exception to Rule 306 for 365 days or until
December 14, ~~19~~ 2000 for the following described tank battery (or LACT):
Name of Lease Emerald Name of Pool Nadine Drinkard East
Location of Battery: Unit Letter P Section 25 Township 19S Range 38E
Number of wells producing into battery 1
- B. Based upon oil production of 4 barrels per day, the estimated * volume
of gas to be flared is 11 MCF; Value \$19.80 per day.
- C. Name and location of nearest gas gathering facility:
Dynegy Midstream Service, LTD
- D. Distance 2.5 Estimated cost of connection \$53,000.00
- E. This exception is requested for the following reasons: Economics - gas purchaser
is unwilling to install gas sales line.

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 Ray Martin

Printed Name
& Title Ray Martin, Operations Engineer

Date 2/12/99 Telephone No. 915/682-8873

OIL CONSERVATION DIVISION

Approved Until 3/10/2000

By ORIGINAL SIGNED BY CHRIS WILLIAMS
DISTRICT I SUPERVISOR

Title

Date MAR 10 1999

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