

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

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 III**  
1000 Rio Brazos Rd, Aztec, NM 87410

Submit 3 Copies to  
Appropriate District Office

NFO Permit No. I-833-B  
(For Division Use Only)

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

A. Applicant Falcon Creek Resources, Inc.

whose address is 621 17th Street, Suite 1800, Denver, CO 80293-0621

hereby requests an exception to Rule 306 for an indefinite period of time 365 days or until

12/23, 192000, for the following described tank battery (or LACT):

Name of Lease Anasazi 4 State #3 Name of Pool Yates Seven Rivers

Location of Battery: Unit Letter J Section 4 Township 20S Range 33E

Number of wells producing into battery 1

B. Based upon oil production of 6 barrels per day, the estimated \* volume  
of gas to be flared is 1 mcf TSTM MCF; Value 0 per day.

C. Name and location of nearest gas gathering facility:

GPM Gas Core 1/4 miles South

D. Distance 1,320' Estimated cost of connection \$10,000

E. This exception is requested for the following reasons: Uneconomic, also field is to be  
unitized for waterflood within the next 3 months at which time production  
facilities will be centralized.

**OPERATOR**

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 Joe H. Cox Jr.

Printed Name  
& Title Joe H. Cox Jr.

Date 12/08/99 Telephone No. (303) 675-0007

**OIL CONSERVATION DIVISION**

Approved Until 12/23/2000

By Chris Williams

Title DISTRICT 1 SUPERVISOR

Date DEC 23 1999

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