

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

Form C-129  
Revised 4-1-91

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

NFO Permit No. F-691-J  
(For Division Use Only)

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

- A. Applicant RAY A. PIERCE  
whose address is PO BOX 1969, EUNICE, NM 88231-1969  
hereby requests an exception to Rule 306 for as long as well will pro- days or until  
duce oil in paying quantities for the following described tank battery (or LACT):  
Name of Lease KORNEGAY Name of Pool HOUSE SAN ANDRES  
Location of Battery: Unit Letter F Section 13 Township 20S Range 38E  
Number of wells producing into battery ONE
- B. Based upon oil production of FIVE barrels per day, the estimated \* volume  
of gas to be flared is NONE MCF; Value                      per day.
- C. Name and location of nearest gas gathering facility:  
SID RICHARDSON ENERGY SERVICES CO.
- D. Distance 1980' Estimated cost of connection \$12,500.00
- E. This exception is requested for the following reasons: Well does not produce enough  
gas to keep heater lighted. A line laid to well would never  
pay for itself. There is no enviromental hazard nor pollution  
from this operation.

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 Eugenia L. Pierce

Printed Name  
& Title EUGENIA L. PIERCE, PROD CLERK

Date 12/20/02 Telephone No. 505-394-3205

OIL CONSERVATION DIVISION

Approved Until 12/23/03

By [Signature]

Title PETROLEUM ENGINEER

Date DEC 31 2002

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