

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

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-129
Revised 4-1-91

NFO Permit No. _____

(For Division Use Only)



APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

YATES PETROLEUM CORPORATION

whose address is 105 S. Fourth Street Artesia, NM 88210hereby requests an exception to Rule 306 for 1 year days or until, 20 for the following described tank battery (or LACT):Name of Lease Ristra AGW State #1 Name of Pool Bisti Lower Gallup Ext.Location of Battery: Unit Letter J Section 32 Township 24N Range 9WNumber of wells producing into battery OneB. Based upon oil production of 4 barrels per day, the estimated * volume
of gas to be flared is 27 MCF; Value per day.

C. Name and location of nearest gas gathering facility:

Dugan OperatingD. Distance 3,000' Estimated cost of connection \$30,000E. This exception is requested for the following reasons: Applications for ROW have been made & bids are being sought.Should have this gas connected prior to the one year termination.

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

Printed Name

& Title Su'Ann Rogers - Regulatory Compliance Tech.Date 11/2/2005Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

Approved Until Further NoticeBy Chal T. L...

Title

SUPERVISOR DISTRICT # 3

Date

NOV 04 2005

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