District I 1625 N. French Dr., Hobbs, NM 88240 HOBBS OCD State of New Mexico		Form C-129				
District II Energy Minerals and Natural Resources		Revised August 1, 2011				
District III UCI 06 2016 1220 South St. Francis Dr. 1000 Rio Brazos Road, Aztec, NM 87410 Santa Fe, NM 87505		Submit one copy to appropriate District Office				
District IV 1220 S. St. Francis Dr., Santa Fe, NM 87 RECEIVED NFO Permit	No.	(For Division Use Only)				
APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12 (See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)						

A.	Applicant Yates Petroleum Corporation		
	whose address is 105 S. Fourth Street, Artesia, 1	NM 88210	
	hereby requests an exception to Rule 19.15.18	8.12 for	days or until
	October 1 – January 1, Yr 2017, for t	he following described tank battery	(or LACT):
	Name of Lease Continental APJ Battery	Name of Pool Delaware	
	Location of Battery: Unit Letter See below	SectionTownshipR	lange
	Number of wells producing into battery 2 v	API #3H 30-025-36049 wells, API #8H 30-025-37089	
B.	Based upon oil production of14	barrels per day, the estimated '	* volume
	of gas to be flared is <u>12 +/- Daily</u> MCl	F; Value	per day.
C.	Name and location of nearest gas gathering fa	acility:	
D.	DistanceEstimated c	ost of connection	
E.	This exception is requested for the following reasons: (Actual location of flare Unit C Sec 28-23S-32E)		
	Requesting permission to flare due to high line pressure. The possibility of flare will not be consistent; therefore		
	the volume above can easily fluctuate.		
ATOR		OIL CONSERVATION DIVISIO	)N

OPERATOR	OIL CONSERVATION DIVISION	
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.	Approved Until 1/1/2017	
Signature (Dine) fuerta	By MajeysBrown	
Printed Name & Title <u>Tina Huerta, Regulatory Reporting Supervisor</u>	Title Dist Supervisor	
E-mail Address tinah@yatespetroleum.com	Date 10/6/2016	
Date: October 5, 2016 Telephone No: 575-748-4168		

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