District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 MAY 18 2016 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 Received District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 NFO Permit No. (For Division Use Only) Cold Conservation Division 1220 S. St. Francis Dr., Santa Fe, NM 87505 NFO Permit No. (For Division Use Only)	
	Applicant Votes Detroloum Comparation
А.	Applicant <u>Yates Petroleum Corporation</u> ,
	whose address is 105 S. Fourth Street, Artesia, NM 88210,
	hereby requests an exception to Rule 19.15.18.12 for days or until
	August 30 , Yr 2016 , for the following described tank battery (or LACT):
	Name of Lease Jefe BSJ Federal Com #1H Name of Pool Bone Spring
	Location of Battery: Unit Letter O_Section 32 Township 25S Range 32E
	Number of wells producing into battery <u>1 well, API 30-025-40722</u>
B.	Based upon oil production of55 barrels per day, the estimated * volume
	of gas to be flared is <u>181 +/- Daily</u> MCF; Value per day.
C.	Name and location of nearest gas gathering facility:
D.	Distance Estimated cost of connection
E.	This exception is requested for the following reasons: <u>Requesting permission to flare due to abnormal</u>
	system pressures in Agave lines. The possibility of flare will not be consistent; therefore, the volume above
	can easily fluctuate.
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 (Sine) fuerte	
Printed Name By	
& Title Title Title	
E-mail Address tinah@yatespetroleum.com Date \$/20/2016	
Date: May 16, 2016 Telephone No: 575-748-4168	
* Gas-Oil ratio test may be required to verify estimated gas volume.	