<u>District I</u>
1625 N. French Dr., Hobbs, NM 88240 **HOBBS OCD** Energy Minerals and Natural Resources District II

811 S. First St., Artesia, NM 88210 DISTRICT III
1000 Rio Brazos Road, Aztec, NM 87410FC 1 2 2012

District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

RECEIVED

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

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 is105 S Fourth Street Artesia, NM 88210		
	hereby requests an exception to Rule 19.15.18.	12 for 90 days or until	
	, Yr, for the following described tank battery (or LACT):		
	Name of Lease <u>Hemlock BSH State #1H</u> Name of Pool <u>Bone Spring</u>		
	Location of Battery: Unit Letter <u>C</u> Se	ction 32 Township 23S Range 33E	
	Number of wells producing into battery <u>1 API #30-025-40489</u>		
В.	Based upon oil production of 624 barrels per day, the estimated * volume		
	of gas to be flared is 50 monthly MO	CF; Valueper day.	
C.	Name and location of nearest gas gathering facility:		
	DCP Midstream		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons:		
	due to abnormal system pressures in the DCP lines		
	The possibility to flare will not be consistent; therefore, the volume above can easily fluctuate		
OPERATOR OIL CONSERVATION DIVISION			
I hereby certify that the rules and regulations of the Oil Conservation		Approved Until 3-36-2013	
		By Etonyahu	
Printed Name & Title <u>Min</u>	riam Morales –Production Analyst T	Title Distings	
E-mail Address_mmorales@yatespetroleum.com_		Date $\frac{ Z- Z-ZO Z}{ }$	
Date 18/10/	72 Telephone No. 575-748-1471		

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