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 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources CD Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 AUG 11 2014

Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No. RECEIVED

(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)

А.	Applicant <u>Yates Petroleum Corporation</u> ,		
	whose address is105 S. Fourth Street Artesia, NM 88210,		
	hereby requests an exception to Rule 19.15.18.12 for <u>90</u> days or until		
	<u>Nov. 30</u> , Yr <u>2014</u> , for the following described tank battery (or LACT):		
	Name of Lease <u>Coachman State #1</u> Name of Pool <u>SE Chaves QN Gas Area Assoc.</u>		
	Location of Battery: Unit Letter <u>A</u> Section <u>23</u> Township <u>128</u> Range <u>31E</u>		
	Number of wells producing into battery <u>1</u> <u>API # 3000521147</u>		
B.	Based upon oil production of <u>4</u> barrels pe	barrels per day, the estimated * volume	
	of gas to be flared is <u>TSTM</u> MCF; Value	per day.	
C.	Name and location of nearest gas gathering facility:		
	Frontier Field Services Sec. 4-T31S-R31E		
D.	Distance <u>2 miles</u> Estimated cost of connection		
E.	This exception is requested for the following reasons:		
	Volume of gas is too small to flare and measure		
OPEDATOR	R OIL CONSERVATION		
OPERATOR I hereby certify the Division have be	that the rules and regulations of the Oil Opprevation	<b>.</b> .	
is true and compl	been domplied with and the information given above Approved Until	1 AR	
Signature By Nafur Now			
Printed Name & Title <u>Gar</u>	arrett Sanders – Production Analyst	Dist. Supervisor	
E-mail Addres	ress_GSanders@yatespetroleum.com Date S	11   ZO14	
Date X-	-) -/4 Telephone No. 575-748-1471	· · · ·	
K Can Oil matin	tio test may be required to verify estimated gas volume	•	

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

AUG 1 1 2014