<u>District I</u> 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

HOBBS OCD Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 APR 0 8 2015

Submit one copy to appropriate District Office

Form C-129

Revised August 1, 2011

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.	ApplicantYates Petroleum Corporation,		
	whose address is105 S. Fourth Street Artesia, NM 88210,		
	hereby requests an exception to Rule 19.15.18.12 for days or until		
	April 15, Yr _2015, for the following described tank battery (or LACT):		
	Name of Lease Hillard B Fed #1 Name of Pool Upper Penn		
	Location of Battery: Unit Letter Section 26 Township 15S Range 30E		
	Number of wells producing into battery _1		
B.	Based upon oil production of		
	of gas to be flared is <u>40 +/- Daily</u> MCF; Value per day.		
C.	Name and location of nearest gas gathering facility:		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons:		
DCP will be performing maintenance that will cause a reduction in capacity. We would like to request for possible and sporadic flare during this time beginning April 5 <sup>th</sup> , 2015.			
possible and sporadic mare during this time beginning April 3, 2013.			
OPERATION AT THE PROPERTY AT T			
OPERATOR I hereby certify that the rules and regulations of the Oil Conservation Division have been complied with and that the information given above  Approved Until			
Division have been complied with any that the information given above is true and complete to the best of try knowledge and best of.  Approved Until 4/15/2015			
Signature By Madey Shown			
Printed Name & Title			wijou
E-mail Address GSanders@yatespetroleum.com  Date 4/8/2015			5
Date 04-02-15 Telephone No. 575-748-1471			
* Gos Oil ratio test may be required to verify estimated as volume			

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