

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

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)

HOBBS

DEC 09 2015

A. Applicant Yates Petroleum Corporation,

whose address is 105 S. Fourth Street Artesia, NM 88210,

RECEIVED

hereby requests an exception to Rule 19.15.18.12 for 90 days or until

March 30, Yr 2016, for the following described tank battery (or LACT):

Name of Lease Parsley ARA Federal #1 Name of Pool Delaware-Bone Springs

Location of Battery: Unit Letter _____ Section 26 Township 23S Range 32E

Number of wells producing into battery 1 30-025-33863

B. Based upon oil production of 27 barrels per day, the estimated * volume

of gas to be flared is 42 +/- Daily 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: _____

Requesting permission to flare until DCP can connect the pipeline.

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 Garrett Sanders

Printed Name
& Title Garrett Sanders - Production Analyst

E-mail Address GSanders@yatespetroleum.com

Date 12-06-2015 Telephone No. 575-748-4208

OIL CONSERVATION DIVISION

Approved Until 3/6/2015

By Mary Brown

Title _____

Date 12/9/2015

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

DEC 11 2015