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) HODS: J

А.	Applicant Yates Pe	troleum Corporation	DEC 0 9 2015	
	whose address is <u>105 S. F</u>	ourth Street Artesia, NM 882	210 RECEIVED	
	hereby requests an exception	to Rule 19.15.18.12 for	90days or un	ntil
	March 30	_, Yr <u>2016</u> , for the followin	g described tank battery (or LAC	CT):
	Name of Lease <u>Farber Bob</u>	#1 H Battery Name of Pool	_Wildcat; Bone Springs_	
	Location of Battery: Unit Le	tter <u>D</u> Section <u>1</u> To	winship <u>25S</u> Range <u>32E</u>	
	Number of wells producing in	nto batteryAPI# 30-025-395	25 & API# 30-025-42214	
В.	Based upon oil production of	ba	arrels per day, the estimated * vol	lume
	of gas to be flared is3	1 +/- daily MCF; Value	per o	day.
C.	Name and location of nearest	gas gathering facility:		
	Agave	A CONTRACTOR OF		
D.	DistanceEstin	nated cost of connection		
E.	This exception is requested for	or the following reasons:		1
		re due to abnormal system pres re, the volume above can easily	ssures in Agave lines. The possil	bility of
	will not be consistent, merero	re, the volume above can easily	y nucluate.	
OPERATO	that the rules and regulations of the Oi		VATION DIVISION	
Division have	been complied with and that the information plethto the best of my knowledge and l	tion given above Approved Unt	il 3/7/2014	
Signature _	2 anothen	rders By	MaderaBrown	1
Printed Nan		Title	• 0	
& Title <u>G</u>	arrett Sanders - Production Anal	The second second second	121-120-	
E-mail Add	ress_GSanders@yatespetroleum.	<u>com</u> Date	12/9/2015	
Date 12-0	7-2015 Telephone No. 575-	748-4208		

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

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

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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 DEC 0 8 2015		
		whose address is105 S. Fourth Street Artesia, NM 88210,		
		hereby requests an exception to Rule 19.15.18.12 for 90 days or until		
		March 30 , Yr 2015 , for the following described tank battery (or LACT):		
		Name of Lease Atoka Heartthrob Battery Name of Pool Triple X; Bone Spring, West		
	-	Location of Battery: Unit Letter <u>B</u> Section <u>17</u> Township <u>24S</u> Range <u>33E</u> API# 1: 30-025-41055 API# 2: 30-025-41058 API# 3: 30-025-41056 API# 4: 30-025-41057		
		Number of wells producing into battery 4		
	B.	Based upon oil production ofbarrels per day, the estimated * volume		
		of gas to be flared is <u>73</u> <u>+/- daily</u> MCF; Value per day.		
	C.	Name and location of nearest gas gathering facility:		
		Agave		
	D.	DistanceEstimated cost of connection		
	E.	This exception is requested for the following reasons:		
		Request permission to flare due to abnormal system pressure in the pipeline. The possibility of flare will not be consistent, therefore, the volume above can easily fluctuate.		
	RATOR	OIL CONSERVATION DIVISION		
Divisio	n have be	hat the rules and regulations of the Oil Conservation en complied with and that the information given above eter to the best of my knowledge and belief. Approved Until 3/4/2016		
Signat Printe	ture /	gretbanders By		
& Titl	le _ Gar	rett Sanders – Production Analyst		
E-mai	il Addre	ss_GSanders@yatespetroleum.com Date 12/9/2015		

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

Date 12-04-2015

Telephone No. 575-748-4208