



YATES DRILLING COMPANY

YATES BUILDING - 207 SOUTH 4TH ST. - (505) 746-3558

N. M. OIL CONS. COMMISSION

P. O. BOX 1000

MORENO, NEW MEXICO 88240

ARTESIA, NEW MEXICO 88210

February 2, 1987

PEYTON YATES.

PRESIDENT

S. P. YATES.

VICE PRESIDENT

B. W. HARPER.

SEC.-TREAS.

JACK W. MCCAUL.

ASST. SEC.-TREAS.

Bureau of Land Management
P.O. Drawer 1857
Roswell, New Mexico 88201

Re: Dave Federal #1 & #2 Battery
Section 34-12S-31E
Chaves County, New Mexico
NM-26683

Gentlemen:

In accordance with NTL-4A, IV-B, Yates Drilling Company hereby requests approval to vent gas from the captioned battery.

Gas produced from the Dave Federal wells has a high nitrogen and carbon dioxide content. Also delivery of this gas into a pipeline would require a low pressure system. Yates Drilling Company has been unable to obtain a contract for the gas. At such time as a contract is available, gas connection to a gas sales line will be made in a timely manner.

The captioned wells produced approximately 55 mcf per day. Yates Drilling Company respectfully requests permission to vent gas until such time as a contract is available.

If you need anything further, please advise.

APPROVED
PETER W. CHESTER

FEB 27 1987

BUREAU OF LAND MANAGEMENT
ROSWELL RESOURCE AREA

Sincerely,

YATES DRILLING COMPANY

Karen J. Leishman

Karen J. Leishman
Production Clerk

APPROVED FOR 12 MONTH PERIOD
ENDING FEB 27 1988

RECEIVED
MAR 2 1987
OCD
HOBBS OFFICE