District I 1625 N. French Dr., Hobbs, NM 88240 Form C-129 District II NM OIL CONSERVATION State of New Mexico Form C-129 District II ARTESIA DISTRICT Oil Conservation Division Revised August 1, 2011 1000 Rio Brazos Road, Aztec, NM 87410 JUL 19 2016 Santa Fe, NM 87505 Submit one copy to appropriate District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 NFO Permit No. (For Division Use Only) RECEIVED 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 <u>Yates Petroleum Corporation</u>	
 B. Based upon oil production of <u>89</u> barrels per day, the estimated * volume of gas to be flared is <u>143 +/- Daily</u> MCF; Value <u>per day</u>. 	
 C. Name and location of nearest gas gathering facility:	
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 Printed Name & Title Tina Huerta, Regulatory Reporting Supervisor E-mail Address tinah@yatespetroleum.com Date: July 19, 2016 Telephone No: 575-748-4168	OIL CONSERVATION DIVISION Approved Until ByAccepted For Record Title Date722/16

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