

District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Avenue, 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 October 15, 2009

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)

- A. Applicant Yates Petroleum Corporation,
whose address is 105 South Fourth Street,
hereby requests an exception to Rule 19.15.18.12 for 1-2 days per month until
December 31, Yr 2011, for the following described tank battery (or LACT):
30-015-37942
Name of Lease Chamaeleon BIN State Com #1H Name of Pool Hay Hollow; Bone Spring (oil)
Location of Battery: Unit Letter B Section 25 Township 26S Range 27E
Number of wells producing into battery 2
- B. Based upon oil production of 130 barrels per day, the estimated * volume
of gas to be flared is 2500 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
Agave
- D. Distance 2 1/2 mi. Estimated cost of connection _____
- E. This exception is requested for the following reasons: _____
Request to ^{vent} flare 1-2 days per month until p/l connect is established - vent due to
dry conditions. Waiting on BLM ROW approval.
Had to re-route due to Restore NM. - per Randy D
MT 5-13-11

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 Miriam Morales

Printed Name
& Title Miriam Morales

E-mail Address mmorales@yatespetroleum.com

Date 4/16/11 Telephone No. 575-748-4200

OIL CONSERVATION DIVISION

Approved Until 12/31/2011

By R. Dade

Title Dist. R Supervisor

Date 05/13/2011

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