

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

HOBBS OCD

DEC 02 2011

RECEIVED

State of New Mexico  
Energy Minerals and Natural Resources  
Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

RECEIVED  
NFO Permit

No.

I-845-K

Form C-129  
Revised August 1, 2011

Submit one copy to appropriate  
District Office

(For Division Use Only)

HOBBS OCD

# 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)

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Applicant Yates Petroleum Corporation

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

hereby requests an exception to Rule 19.15.18.12 for 365 days or until

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

Name of Lease Coachman State #1 Name of Pool SE Chaves QN Gas Area Assoc.

Location of Battery: Unit Letter A Section 23 Township 12S Range 31E

Number of wells producing into battery 1

B. Based upon oil production of 1 barrels per day, the estimated \* volume  
of gas to be flared is TSTM MCF; Value                      per day.

C. Name and location of nearest gas gathering facility:

Frontier Field Services Sec. 4-T31S-R31E

D. Distance 2 miles Estimated cost of connection                     

E. This exception is requested for the following reasons: 30-025-21147

Volume of gas is too small to measure

## 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 - Production Analyst

E-mail Address mmorales@yatespetroleum.com

Date 12/01/2011 Telephone No. 575-748-1471

## OIL CONSERVATION DIVISION

Approved Until 7-12-2012

By [Signature]

Title STAFF MGR

Date 12-5-2011

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

DEC 05 2011