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

JUN 0 5 2015

**RECEIVED**

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 S. Fourth Street   Artesia , NM 88210_____,

hereby requests an exception to Rule 19.15.18.12 for _____90_____ days or until

___Sept. 19_____, Yr _2015_, for the following described tank battery (or LACT):

Name of Lease _Caravan & Convoy Battery__ Name of Pool _____Bone Spring___

Location of Battery: Unit Letter _____Section ___28___ Township _24S_ Range _33E_____

API# 1: 30-025-41642
API# 2: 30-025-41610
API# 3: 30-025-41641
API# 4: 30-025-41655
API# 5: 30-025-41744
Number of wells producing into battery ___6___ API# 6: 30-025-41602

B.  Based upon oil production of ___1201_____barrels per day, the estimated * volume

of gas to be flared is ___1666___ +/- daily ___MCF; Value _____per day.

C.  Name and location of nearest gas gathering facility:

_____Agave_____

D.  Distance _____Estimated cost of connection _____

E.  This exception is requested for the following reasons: _____

_Due to irregular line pressures in the pipeline._____

| OPERATOR | OIL CONSERVATION DIVISION |
|---|---|
| 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. | Approved Until _Sept 4, 2015_ |
| Signature _____ | By _Mary Brown_ |
| Printed Name & Title __Garrett Sanders – Production Analyst__ | Title _Dist. Supervisor_ |
| E-mail Address _GSanders@yatespetroleum.com_ | Date _6/9/2015_ |
| Date _6-3-15_ Telephone No. 575-748-1471 | |

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

JUN 0 9 2015