

## DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

## DISTRICT II

P.O. Drawer DD, Artesia, NM 88211-0719

## DISTRICT III

1000 Rio Brazos Rd, Aztec, NM 87410

Submit 3 Copies to

Appropriate District Office

State of New Mexico

Energy, Minerals and Natural Resources Department

## OIL CONSERVATION DIVISION

1220 South St. Francis Dr.

Santa Fe, NM 87505

Form C-129

Revised 4-1-91

NFO Permit No.

2-941

(For Division Use Only)

## APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

RECEIVED

JAN 24 2005

OCC-ARTESIA

A. Applicant YATES PETROLEUM CORPORATIONwhose address is 105 S. Fourth Street Artesia, NM 88210hereby requests an exception to Rule 306 for 1 year days or untilthe well is connected to pipeline, 20 for the following described tank battery (or LACT):Name of Lease Boffin State Unit #1 Name of Pool Foor Ranch Pre-PermianLocation of Battery: Unit Letter J Section 16 Township 9S Range 27ENumber of wells producing into battery OneB. Based upon oil production of 70 barrels per day, the estimated \* volume  
of gas to be flared is 10 MCF; Value per day.

C. Name and location of nearest gas gathering facility:

Agave Energy CompanyD. Distance 8 miles Estimated cost of connection E. This exception is requested for the following reasons: The gas will be sold upon completion of the pipeline.No Flare stack on location AS of 2-7-05Gas must be flared

## 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

SuAnn RogersPrinted Name  
& TitleSu'Ann Rogers - Regulatory Compliance Tech.Date 1/21/2005 Telephone No. 505-748-1471

## OIL CONSERVATION DIVISION

Approved Until

6-7-05

By

AK

Title

Field Rep 11

Date

2-7-05

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