

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

RECEIVED

Form C-129
Revised 4-1-91

NFO Permit No. _____

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

(See Rule 306 and Rule 1129)

30-015-26354

A. Applicant YATES PETROLEUM CORPORATION

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

hereby requests an exception to Rule 306 for 1 year days or until

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

Name of Lease Gazelle AHG Fed Com #1 Name of Pool Burton Flat Strawn

Location of Battery: Unit Letter J Section 15 Township 20S Range 29E

Number of wells producing into battery One

B. Based upon oil production of 6 barrels per day, the estimated * volume
of gas to be flared is MCF; Value per day.

C. Name and location of nearest gas gathering facility:

N/A

D. Distance N/A Estimated cost of connection

E. This exception is requested for the following reasons: Plunger lift operations. A small amount of gas is vented each
day during plunger lift cycle.

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 Su'Ann Rogers
Printed Name & Title Su'Ann Rogers - Regulatory Compliance Tech.

Date 9/9/2005 Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

**THIS FORM CANNOT BE
PROCESSED DUE TO LACK
OF INFORMATION. PLEASE
SEE HIGHLIGHTED AREA
AND/OR NOTED PROBLEM.**

Date _____

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