District I
1625 N. French Dr., Hobbs, NM 88240
District II
811 S. First St., Artesia, NM 88210
District III

NM OIL CONSERVATION of New Mexico
Energy Minerals and Natural Resources
ARTESIA DISTRIC Oil Conservation Division

JUN 28 2016 Santa Fe, NM 87505

Revised August 1, 2011

Form C-129

Submit one copy to appropriate District Office

1000 Rio Brazos Road, Aztec, NM 87410 <u>District IV</u> 1220 S. St. Francis Dr., Santa Fe, NM 87505

NFO Permit No. _______(For Division Use Only)

RECEIVED

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 fordays or until		
	June 21 – September 16 , Yr 2016 , for the following described tank battery (or LACT):		
	Name of Lease Melson ZS Federal #2H Name of Pool Bone Spring		
	Location of Battery: Unit Letter P Section 8 Township 26S Range 30E		
	Number of wells producing into battery 1 well, API #30-015-38665		
B.	Based upon oil production of barrels per day, the estimated * volume		
of gas to be flared is 1283 +/- Daily - MCF; Value per day.			
C	Name and location of nearest gas gathering facility:		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons: Requesting permission to flare due to High		
CO2. The possibility of flare will not be consistent; therefore, the volume above can easily fluctuate.			
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		Approved Until	
is true and complete to the best offmy knowledge and belief. Signature		Approved Onth	
		By Accepted for record	
Printed Name & Title <u>Tina Huerta, Regulatory Reporting Supervisor</u>		Title	
E-mail Address tinah@yatespetroleum.com		Date 4/28/14	
Date: June 21, 2016 Telephone No: . 575-748-4168 ··			

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