

NM OIL CONSERVATION

ARTESIA DISTRICT

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

SEP 01 2016

RECEIVED

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

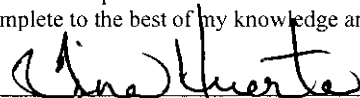
Submit one copy to appropriate
District OfficeNFO Permit No. _____
(For Division Use Only)**APPLICATION FOR EXCEPTION TO NO-FLARE RULE 19.15.18.12**

(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 _____ days or until
August 30 – November 30, Yr 2016, for the following described tank battery (or LACT):
Name of Lease Nucleus BGN Federal Com #1H Battery Name of Pool Bone Spring
Location of Battery: Unit Letter E Section 31 Township 19S Range 30E
API # 1H 30-015-39241
Number of wells producing into battery 2 wells, API #1H 30-015-39421
- B. Based upon oil production of 72 barrels per day, the estimated * volume
of gas to be flared is 305 +/- Daily MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility: _____
- D. Distance _____ Estimated cost of connection _____
- E. This exception is requested for the following reasons: Requesting permission to flare due to abnormal
system pressures in Agave lines. The possibility of flare will not be consistent; therefore, the volume above
can easily fluctuate.

OPERATORI 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



Printed Name

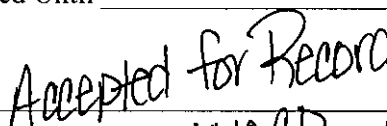
& Title Tina Huerta, Regulatory Reporting SupervisorE-mail Address tinah@yatespetroleum.com

Date: August 26, 2016 Telephone No: 575-748-4168

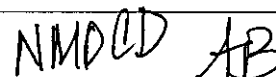
OIL CONSERVATION DIVISION

Approved Until _____

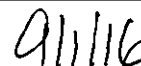
By



Title



Date



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