



NFO Permit No. 2 114
(For Division Use Only)

- A. Applicant, Yates Petroleum Corporation,
whose address is 207 South 4th St., Artesia, NM 88210,
hereby requests an exception to Rule 306 for indefinite days or until
 , 19 , for the following described tank battery (or LACT):
Name of Lease Tablero ABF State #1 Name of Pool Artesia-Q-Grayburg-SA
Location of Battery: Unit Letter C Section 7 Township 19s Range 28e
Number of wells producing into battery 1
- B. Based upon oil production of 35 barrels per day, the estimated volume
of gas to be flared is 35 (est) MCF; Value \$85.00 per day.
- C. Name and location of the nearest gas gathering facility:
Phillips Petroleum Co.
- D. Distance ± 2 miles Estimated cost of connection \$12,000.00
- E. This exception is requested for the following reasons:
Mr. Delbert Gideon of Yates Petroleum has contacted Phillips in an attempt to negotiate a gas contract. Phillips does not think the volume of gas justifies a pipeline being built. Mr. Gideon will contact Phillips again in an effort to get a pipeline built to the lease.
- F. 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.

Delbert Gideon
(Signature)
Production Supervisor
(Title)
5-6-85
(Date)

Approved Until Further Notice
NEW MEXICO OIL CONSERVATION DIVISION
By *M. Williams*
Title OIL AND GAS INSPECTOR
Date JUN 12 1985