

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

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

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)

- A. Applicant Yates Petroleum Corporation
whose address is 105 South Fourth St. - Artesia, NM 88210
hereby requests an exception to Rule 306 for 45 days days or until
December 13, 19 99, for the following described tank battery (or LACT):
Name of Lease Archimedes ARE State #2 Name of Pool Undes. Canyon
Location of Battery: Unit Letter E Section 18 Township 21S Range 24E
Number of wells producing into battery One
- B. Based upon oil production of 0 barrels per day, the estimated * volume
of gas to be flared is 150 MCF; Value _____ per day.
- C. Name and location of nearest gas gathering facility:
Agave Energy Co.
- D. Distance Approx. 2 miles Estimated cost of connection \$125,000
- E. This exception is requested for the following reasons: To test well to ensure well is
capable of production on a long-term basis before building the
pipeline

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

Printed Name

& Title Rusty Klein, Operations Technician

Date Nov. 4, 1999 Telephone No. 748-1471

OIL CONSERVATION DIVISION

Approved Until 12/13/99

By ORIGINAL SIGNED BY TIM W. SUN
DISTRICT II SUPERVISOR

Title _____

Date 11-9-99

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