

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410

OIL CONSERVATION DIVISION

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

Submit 3 Copies to
Appropriate District Office

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 an indefinite time days or until
, 19 , for the following described tank battery (or LACT):

Name of Lease Sacahuiste KE Federal #1 Name of Pool Undesignated Yeso

Location of Battery: Unit Letter 0 Section 34 Township 22S Range 23E

Number of wells producing into battery One (1)

B. Based upon oil production of One (1) barrels per day, the estimated * volume of gas to be flared is 30 mcf/month MCF; Value _____ per day.

C. Name and location of nearest gas gathering facility:

Approximately 5.2 miles - Yates Petroleum Corporation

D. Distance 5.2 miles Estimated cost of connection \$100,000

E. This exception is requested for the following reasons: Request approval to
pit until pipeline is available.

JAN 23 1994

OIL CON. DIV.
DIST. 2

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 Rustin Allen

Printed Name
& Title Rusty Klein, Production Clerk

Date Jan. 19, 1995 Telephone No. 505-748-1471

OIL CONSERVATION DIVISION

Approved Until 2-1-96

By _____
SUPERVISOR, DISTRICT 1

Title _____

Date FEB 1 1995

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