

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

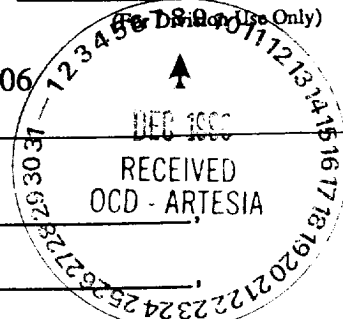
OIL CONSERVATION DIVISION

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

Form C-129  
Revised 4-1-91

NFO Permit No. \_\_\_\_\_

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 30 days (November, 1998) days or until

\_\_\_\_\_, 19 \_\_\_\_\_, for the following described tank battery (or LACT):

Name of Lease Rabbit ASR Federal #1 Name of Pool Undesignated Strawn

Location of Battery: Unit Letter G Section 34 Township 23S Range 24E

Number of wells producing into battery One (1)

B. Based upon oil production of 0 barrels per day, the estimated \* volume  
of gas to be flared is 100 MCF; Value \_\_\_\_\_ per day.

C. Name and location of nearest gas gathering facility:

El Paso Natural Gas Co.

D. Distance 1-2 miles Estimated cost of connection \_\_\_\_\_

E. This exception is requested for the following reasons: Testing purposes to determine  
if well will be economical to lay a 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 Tech

Date Nov. 23, 1998

Telephone No. \_\_\_\_\_

OIL CONSERVATION DIVISION

Approved Until 11/31/99

By ORIGINAL SIGNED BY TIM W. GUM  
DISTRICT II SUPERVISOR

Title \_\_\_\_\_

Date 12-23-98

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