

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306

FEB 21 '90

NFO Permit No.

**2-825**

(For Division Use Only)

ARTESIA, OFFICE

A. Applicant, YATES PETROLEUM CORPORATION ✓

whose address is 105 South 4th St., Artesia, NM 88210

hereby requests an exception to Rule 306 for approx. 90 days days or until

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

Name of Lease East Apple State Unit Name of Pool Wildcat Bone Springs

Location of Battery: Unit Letter G Section 5 Township 26 Range 28

Number of wells producing into battery 1

B. Based upon oil production of 12 barrels per day, the estimated volume

of gas to be flared is 350 MCF; Value \$300-\$350 per day.

C. Name and location of the nearest gas gathering facility:

El Paso Natural Gas Co.

D. Distance 13000' Estimated cost of connection \$120000

E. This exception is requested for the following reasons:

Well produced minimum of time to hold lease until pipeline has  
been completed for gas connection.

**1 Day Per month**

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.

*James A. Swartz*  
(Signature)

Production Supervisor

(Title)

2-20-90

(Date)

**Gas Must Be Flared**

Approved Until 5/26/90

NEW MEXICO OIL CONSERVATION DIVISION

By *Mike Williams*

Title SUPERVISOR, DISTRICT II

Date FEB 26 1990