District I 1625 N. French Dr., Hobbs, NM 88240 District II 811 S. First St., Artesia, NM 88210 District III 1000 Rio Brazos Road, Aztec, NM 87410 District IV 1220 S. St. Francis Dr., Santa Fe, NM 87505 State of New Mexico Energy Minerals and Natural Resources

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, NM 87505 Form C-129 Revised August 1, 2011

Submit one copy to appropriate District Office

NFO Permit No.

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE	19.15.18.12
(See Rule 19.15.18.12 NMAC and Rule 19.15.7.37 NMAC)	HOBBS OCD

A.	ApplicantYates Petroleum Corporation	OCT 3 0 201	
	whose address is105 S. Fourth Street Artesia, NM 88210	RECEIMED	
	hereby requests an exception to Rule 19.15.18.12 for14	days or until	
	Nov. 6 , Yr 2015 , for the following described	l tank battery (or LACT):	
	Name of Lease <u>Farber BOB Fed #1H Battery</u> Name of Pool <u>B</u>	one Springs	
	Location of Battery: Unit LetterSection _1Township _2	25S_Range_32E_	
	Number of wells producing into battery #2 API #30-025-39525 & 3	30-025-42214	
B.	Based upon oil production of barrels per day, t	the estimated * volume	
	of gas to be flared is <u>1046 +/- Daily</u> MCF; Value	per day.	
C.	Name and location of nearest gas gathering facility:		
D.	DistanceEstimated cost of connection		
E.	This exception is requested for the following reasons:		
	Yates Petroleum requests to flare for 14 days to irregular Agave line p	ressures.	
ATOF certify	that the order of descriptions of the Oil Comparison		
n have b	been complied with and that the information given above above approved Until	16/2015	

Signature Anticomplete to the best of my knowledge and belief.	ByMapySBro Title
& Title <u>Garrett Sanders Production Analyst</u> E-mail Address <u>GSanders@yatespetroleum.com</u> Date / 0-27-15 Telephone No. 575-748-1471	Date 11/12/201

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

NOV 1 8 2015