1000 Rio Brazos R District IV	r., Hobbs, NM 88240 HOBBS OCD State tesia, NM 88210 SEP 1 5 2016 Size Oil Cons 1220 Sou Soad, Aztec, NM 87410 SEP 1 5 2016 Santa S Dr., Santa Fe, NM 87505 RECEIVED	Fe, NM 87505	Form C-129 Revised August 1, 2011 Submit one copy to appropriate District Office (For Division Use Only)	
A	PPLICATION FOR EXCEPTION (See Rule 19.15.18.12 NMAC	and Rule 19.15.7.37 NMAC)	19.15.18.12	
А.	Applicant <u>Yates Petroleum Corporation</u> , whose address is <u>105 S. Fourth Street</u> , Artesia, NM 88210,			
	hereby requests an exception to Rule 19.15.18.12 for			
	September 16 – December 16, Yr 2016, for the following described tank battery (or LACT):			
	Name of Lease Adder BSE State #1H Battery Name of Pool Bone Spring			
	Location of Battery: Unit Letter <u>B</u> Section <u>31</u> Township <u>24S</u> Range <u>33E</u>			
	API #1H 30-025-40513Number of wells producing into battery2 wells, API #1H 30-025-40515			
В.	B. Based upon oil production of barrels per day, the estimated * volume			
	of gas to be flared is <u>163 +/- Daily</u> MO	CF; 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: <u>Requesting permission to flare due to abnormal</u>			
	system pressures in Agave lines. The possibility of flare will not be consistent; therefore, the volume above can easily fluctuate.			
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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		Approved Until 12/10 By Majures	10/2014 Nown	
Printed Name & Title Tina Huerta, Regulatory Reporting Supervisor		Title Dist S	pervisa	
E-mail Address tinah@yatespetroleum.com		Date 9/14	5/2016	

 Date:
 September 13, 2016
 Telephone No:
 575-748-4168

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