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, Azlec, NM 87410 RECEIVED

NOV 0 9 7005

HIPH WATTEOU

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

Submit 3 Copies to

Appropriate District Office

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-129 Revised 4-1-91

## OIL CONSERVATION DIVISION

1220 South St. Francis Dr. Santa Fe. NM 87505

\*RESUBMITTED

NFO Permit No.

re-delivered 11-9-05

(For Division Use Only)

APPLICATION FOR EXCEPTION TO NO-FLARE RULE 306 30-015-21675

A. Applicant YATES PETROLEUM CORPORATION 105 S. Fourth Street Artesia, NM 88210 whose address is hereby requests an exception to Rule 306 for 1 year days or until , 20 for the following described tank battery (or LACT): Sowers FB Com #1 Name of Pool Eagle Creek Permo-Penn Name of Lease Unit Letter E Section 34 17S Range 25E Location of Battery: Township Number of wells producing into battery One (1) 3 B. Based upon oil production of barrels per day, the estimated \* volume NOT MEASUREABLE MCF; Value of gas to be flared is C. Name and location of nearest gas gathering facility: Distance N/A ..... Estimated cost of connection E. This exception is requested for the following reasons: Plunger lift operations. A small amount of gas is vented each day during plunger lift cycle. **OPERATOR** OIL CONSERVATION DIVISION 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 Su'Ann Rogers - Regulatory Compliance Tech. 9/26/2005 505-748-1471 Telephone No. Date