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

NM OIL CONSERVATION of New Mexico ARTESIA DISTRICOII Conservation Division 1220 South St. Francis Dr. UL 2 5 2016 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)

RECEIVED

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)

A.	A. Applicant Yates Petroleum Corporation , whose address is 105 S. Fourth Street, Artesia, NM 88210 ,			
	hereby requests an exception to Rule 19.15.1	8.12 for	_days or until	
	July 18 - August 28 , Yr 2016 , for the following described tank battery (or LACT):			
	Name of Lease Knoll AOK Federal #1 Battery Name of Pool Bone Spring			
	Location of Battery: Unit Letter <u>G</u> Section <u>3</u> Township <u>24S</u> Range <u>29E</u>			
	Number of wells producing into battery 3 v	API #1 30-015-28127 API #2H 30-015-35108 wells, API #3H 30-015-35907		
B.	Based upon oil production of 33 barrels per day, the estimated * volume of gas to be flared is 599 +/- Daily MCF; Value per day.			
C.	Name and location of nearest gas gathering facility:			
D.	Distance Estimated cost of connection			
E.	This exception is requested for the following reasons: Requesting permission to flare due to Agave			
	compressor problems. The possibility of flare will not be consistent; therefore, the volume above can easily			
	fluctuate.			
DPERATOR hereby certify the	nat the rules and regulations of the Oil Conservation	OIL CONSERVATION DIVISION		
Division have been complied with and that the information given above strue and complete to the best of my knowledge and belief.		Approved Until		
1 cor Record			COLO	
Signature (line) fuerte		By Accepted MOCD	AB	
Tinted Name		Title		
E litle <u>Tina</u>	Huerta, Regulatory Reporting Supervisor	711.1		
E-mail Address tinah@yatespetroleum.com		Date 7126/16		
Date: July 18,	2016 Telephone No: 575-748-4168			

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